

JPRS-CEA-87-010

11 FEBRUARY 1987

546-898.87
178 pgs
281 cgs.

China Report

ECONOMIC AFFAIRS

TABLES OF CONTENTS

JPRS-CEA-86-082, 3 JULY 1986-

JPRS-CEA-86-126, 30 DECEMBER 1986



FOREIGN BROADCAST INFORMATION SERVICE

NOTE

JPRS publications contain information primarily from foreign newspapers, periodicals and books, but also from news agency transmissions and broadcasts. Materials from foreign-language sources are translated; those from English-language sources are transcribed or reprinted, with the original phrasing and other characteristics retained.

Headlines, editorial reports, and material enclosed in brackets [] are supplied by JPRS. Processing indicators such as [Text] or [Excerpt] in the first line of each item, or following the last line of a brief, indicate how the original information was processed. Where no processing indicator is given, the information was summarized or extracted.

Unfamiliar names rendered phonetically or transliterated are enclosed in parentheses. Words or names preceded by a question mark and enclosed in parentheses were not clear in the original but have been supplied as appropriate in context. Other unattributed parenthetical notes within the body of an item originate with the source. Times within items are as given by source.

The contents of this publication in no way represent the policies, views or attitudes of the U.S. Government.

PROCUREMENT OF PUBLICATIONS

JPRS publications may be ordered from the National Technical Information Service, Springfield, Virginia 22161. In ordering, it is recommended that the JPRS number, title, date and author, if applicable, of publication be cited.

Current JPRS publications are announced in Government Reports Announcements issued semi-monthly by the National Technical Information Service, and are listed in the Monthly Catalog of U.S. Government Publications issued by the Superintendent of Documents, U.S. Government Printing Office, Washington, D.C. 20402.

Correspondence pertaining to matters other than procurement may be addressed to Joint Publications Research Service, 1000 North Glebe Road, Arlington, Virginia 22201.

3 JULY 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Effect of Price Reform on Commodity Price Increases (He Han; YUNNAN RIBAO, 10 Jan 86).....	1
-----------------------------------------------------------------------------------------------	---

ECONOMIC MANAGEMENT

Improving Macroeconomic Control To Aid Economy Urged (Zhang Hua'vu, Xu Yafei; YUNNAN RIBAO, 10 Jan 86).....	4
On Increasing Management of Economic Contracts (Fang Chu; RENMIN RIBAO, 10 Mar 86).....	7
Qinghai Leader Calls for Promoting Lateral Ties (Qinghai Provincial Service, 31 May 86).....	9
Gansu Meeting Discusses Economic Work Tasks (Gansu Provincial Service, 9 Jun 86).....	10
Xue Muqiao Discusses Individual Economy (Tan Rongyao; JINGJIXUE ZHOUBAO, 20 Jan 86).....	11
Shandong's Liang Buting Attends Industrial Production Meeting (DAZHONG RIBAO, 21 May 86).....	13
Briefs	
Cooperative Organizations Productivity	15
Gansu: New Concepts, Reforms in Commerce	15
Defense Industries Aid Civilian Enterprises	16

FINANCE AND BANKING

Financier Discusses Foreign Exchange Certificate Abolition (CHING-CHI TAO-PAO, No 14, 14 Apr 86).....	17
Bank Official Urges Changes in Interest Rate System (TA KUNG PAO, 20 Mar 86).....	19
China's Financial Statistics for 3d Quarter 1985 Reported (ZHONGGUO JINRONG, No 12, 4 Dec 85).....	21
Briefs	
Finland Development Loan	23

INDUSTRY

Hu Ping Reports on Fujian Industrial Development (FUJIAN RIBAO, 16 May 86).....	24
Sichuan Government Urges Industrial Production (Sichuan Provincial Service, 4 Jun 86).....	26
Nei Monggol Holds Telephone Conference on Production Status (Nei Monggol Regional Service, 7 Jun 86).....	28
Briefs	
Civilian Products From Defense Industries	29
Shaanxi Boosts Industrial Performance	29

CONSTRUCTION

Guangdong Increases Investment in Construction (ZHONGGUO XINWEN SHE, 22 May 86).....	30
Guangxi To Promote Waterway Construction (Guangxi Regional Service, 8 Jun 86).....	31
Briefs	
Water Reservoir Project	33

FOREIGN TRADE AND INVESTMENT

Utilization of Foreign Capital in Guangdong Discusses (Qui Shunping; GUOJI MAOYI WENTI, No 1, Jan-Feb 86).....	34
-------------------------------------------------------------------------------------------------------------------	----

SPECIAL ECONOMIC ZONES

Shenzhen Development Strategies Outlined (Li Yizhong; GANGAO JINGJI, No 8, 25 Aug 86).....	40
-----------------------------------------------------------------------------------------------	----

LABOR AND WAGES

Hebei Meeting of Model Workers Representatives Concludes (HEBEI RIBAO, 24 May 86).....	47
-------------------------------------------------------------------------------------------	----

Briefs Workers on Aid Projects	48
-----------------------------------	----

POPULATION

Survey Shows Progress on China's Family Planning Work (Yang Qingtao, Yang Zihui; RENKOU YU JINGJI, 25 Feb 86).....	49
-----------------------------------------------------------------------------------------------------------------------	----

TRANSPORTATION

CAAC To Order 40 More Chinese-Made Aircraft (XINHUA, 30 May 86).....	62
-------------------------------------------------------------------------	----

Briefs Local Railway Construction	64
--------------------------------------	----

PUBLICATIONS

Briefs West China Edition of JINGJI RIBAO	65
Foreign Business Laws Collection	65

TAIWAN

Economics Minister Reaffirms Free Trade Policy (CNA, 7 Jun 86).....	66
------------------------------------------------------------------------	----

BOFT Criticizes U.S. Protectionist Measures (CNA, 7 Jun 86).....	67
---------------------------------------------------------------------	----

Editorial Views Trade Surplus With U.S. (CHINA POST, 1 Jun 86).....	69
------------------------------------------------------------------------	----

Ministry Agrees in Principle to Loosen Investment Limits (CNA, 9 Jun 86).....	71
----------------------------------------------------------------------------------	----

Premier Yu Awards Top Exporters for 1985 (CNA, 7 Jun 86).....	72
------------------------------------------------------------------	----

Briefs Foreign Trade Increases in May	74
------------------------------------------	----

8 JULY 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Journal Reviews Price Administration System Transition Issue
(Zhang Weida; JINGJI YANJIU, No 3, 20 Mar 86)..... 1

PROVINCIAL AFFAIRS

- Wang Jun on 1986 Economic, Social Development Plan
(BEIJING RIBAO, 26 May 86)..... 12
- Jiangxi's Wan Shaofen Analyzes Economic Situation
(Jiangxi Provincial Service, 23 May 86)..... 29

ECONOMIC DEVELOPMENT ZONES

- Issues Concerning Guangzhou's Cooperation With Foreigners
(Yang Qinquan, Jiang Zhiyuan; GUANGZHOU YANJIU, No 5,
Sep-Oct 85)..... 32
- Report Examines New Port City Developing in Jinan
(Zhang Liang; ZHONGGUO XINWEN SHE, 2 Jun 86)..... 38

ECONOMIC PLANNING

- Wuhan's Economic Plans for 1986 Revealed
(Feng Chuanyue; CHANGJIANG RIBAO, 2 Jan 86)..... 41

AGGREGATE ECONOMIC DATA

Table of Projected Demand for Certain Commodities in 1986 (FUJIAN RIBAO, 20 Dec 85).....	44
Hebei's Economic Situation for 1985 Summarized (HEBEI RIBAO, 4 Jan 86).....	46
FINANCE AND BANKING	
First Quarter 1986 Financial Statistics Summarized (CHING-CHI TAO-PAO, No 22, 9 Jun 86).....	49
INDUSTRY	
Five-Year Recap of Industrial Boiler Development (Shi Qiangsun; DONGLI GONGCHENG, No 6, 15 Dec 85).....	51
SMALL-SCALE ENTERPRISES	
Individual Economy Develops in Chaozhou-Shantou (ZHONGGUO XINWEN SHE, 25 May 86).....	64
FOREIGN TRADE AND INVESTMENT	
Pabst To Set Up \$25 Million Brewery in Guangzhou (Martin Howell; HONG KONG STANDARD, 9 Jun 86).....	66
Smaller U.S. Enterprises Seeking Trade Development (Zhao Wei; ZHONGGUO XINWEN SHE, 12 Jun 86).....	68
Open Door Achievements in Posts, Telecommunications (Wang Chang; GUOJI SHANGBAO, 9 Sep 85).....	70
Cooperation Meeting With GDR Held in Berlin (Zhou Houji; XINHUA Domestic Service, 27 May 86).....	72
Clothing Exports Continue To Increase (XINHUA, 9 Jun 86).....	73
Fujian Imports Optical Fiber Equipment From Italy (Chen Huibo; FUJIAN RIBAO, 26 May 86).....	74
Guangxi Increases 1985 Export Volume (Ye Chuyang; CHING-CHI TAO-PAO, No 47, 25 Nov 85).....	75
Government Said Keen To Sell Hainan Gas to Hong Kong (Olivia Sin; SOUTH CHINA MORNING POST, 3 Jun 86).....	79
Hong Kong Paper Reports Proposal To Boost Economic Expansion (Carolyn Leung; SOUTH CHINA SUNDAY MORNING POST, 8 Jun 86).....	81

Briefs

Plane Development Agreement With FRG	83
Leasing Business Volume	83
Shandong Lead in Cotton	83

SPECIAL ECONOMIC ZONES

Current Problems Facing Shenzhen SEZ (CHING PAO, No 1, 10 Jan 86).....	85
Direction for Shenzhen SEZ Discussed (A Gui; CHING PAO, No 1, 10 Jan 86).....	91
Shenzhen Survey Shows Economic Progress (Albert Chan, et al.; SOUTH CHINA MORNING POST, 19 May 86)..	93
Report Examines Preparations for Shenzhen Airport (Olivia Sin; SOUTH CHINA MORNING POST, 4 Jun 86).....	95
Briefs New Laws for Foreign Finance Companies	98

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Paper Assesses Changes in West's Labor Movement (Mei Dai, et al.; GUANGMING RIBAO, 19 May 86).....	100
-------------------------------------------------------------------------------------------------------	-----

HONG KONG

Governor Youde Views Trade Gap With Japan (XINHUA, 27 May 86).....	102
Talks Concluded With PRC on Shipping Register (Chris Yeung; SOUTH CHINA MORNING POST, 20 Jun 86).....	103

/6539

10 JULY 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PROVINCIAL AFFAIRS

Beijing Mayor Chen Xitong on Seventh 5-Year Plan (BEIJING RIBAO, 22 May 86).....	1
Hu Ping Discusses Fujian's Economic Situation (FUJIAN RIBAO, 23 May 86).....	36
Hebei Vice Governor on Seventh 5-Year Plan (HEBEI RIBAO, 6 May 86).....	38
Shandong Governor Reports on Seventh 5-Year Plan (Li Changan; DAZHONG RIBAO, 21 May 86).....	63

MINERAL RESOURCES

Anhui Governor Inspects Iron Mine Accident (ANHUI RIBAO, 11 May 86).....	102
-----------------------------------------------------------------------------	-----

INDUSTRY

Baoshan Steel Mill Rolls Out First Seamless Steel Tube (Pei Tongxiao; JIEFANG RIBAO, 26 Nov 85).....	103
---------------------------------------------------------------------------------------------------------	-----

FOREIGN TRADE AND INVESTMENT

China Asks Sweden's Pharmacia To Direct Biotech Project (Sune Olofson; SVENSKA DAGBLADET, 14 May 86).....	104
--------------------------------------------------------------------------------------------------------------	-----

HONG KONG

Domestic Exports, Re-Exports Show 7 Percent Decline

(SOUTH CHINA MORNING POST, 6 May 86)..... 106

/12675

- b -

15 JULY 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Implementing Patent System Seen Promoting Modernization
(GUANGMING RIBAO, 29 Dec 85)..... 1

PROVINCIAL AFFAIRS

- Anhui Governor Addresses Economic Reform Meeting
(Yang Yusheng, Ma Biling; ANHUI RIBAO, 4 Jun 86)..... 3
- Guangxi's Chen Huiguang Discusses Learning From Guangdong
(Guangxi Regional Service, 15 Jun 86)..... 6
- Shandong Report on 1986 Economic, Social Development Issued
(SHANDONG RIBAO, 24 May 86)..... 10
- Official Reports on Tianjin Economic, Social Development Plan
(TIANJIN RIBAO, 26 May 86)..... 19

ECONOMIC PLANNING

- Development Strategy for Western Regions Discussed
(Xia Shiping; NINGXIA RIBAO, 10 Oct 85)..... 30
- Government To Import More Managerial, Technical Experts
(Zhu Ling; CHINA DAILY, 14 Jun 86)..... 38

- a -

ECONOMIC MANAGEMENT

Jiangsu Finance Offices Aid Rural Industry (XINHUA, 17 Jun 86).....	40
Jiangsu Circular on Handling Enterprise Profits (Pang Tianzhong; ZHONGGUO XIANGZHEN QIYE BAO, 9 Nov 85).....	42
Improvement in Shanxi Macroeconomic Situation Reported (SHANXI RIBAO, 22 Nov 85).....	43
Supply, Marketing Cooperatives' Problems Discussed (JIEFANG RIBAO, 2 Nov 85).....	45
Development of Henan Rural Enterprises Discussed (Lu Xinyun; NONGMIN RIBAO, 19 Nov 85)	47
Shandong Township Enterprises' Product Quality Reported (Liu Peifang; ZHONGGUO XIANGZHEN QIYE BAO, 30 Nov 85).....	48
Developments in Xinjiang's Township Enterprises Reported (Liu Wenhui; ZHONGGUO XIANGZHEN QIYE BAO, 7 Dec 85).....	51
Briefs	
Shaanxi Service Trade Expansion	53

FINANCE AND BANKING

LIAOWANG Views Chen Muhua at ADB Annual Meeting (Zhai Shuyao; LIAOWANG, No 19, 12 May 86).....	54
Bangkok Bank Sets Up Office in Beijing (Liu Yusheng; ZHONGGUO XINWEN SHE, 23 May 86).....	57
Income Rises for Residents of Urban Areas (XINHUA, 14 May 86).....	60
Shandong Report on 1985 Accounts, 1986 Budget (DAZHONG RIBAO, 24 May 86).....	61
Report Issued on Beijing Municipal 1985 Accounts, 1986 Budget (BEIJING RIBAO, 27 May 86).....	71
Briefs	
Post Offices Banking Service	82
Third World Insurance Talks	82

INDUSTRY

Auto Industry's 'Remarkable' Success During Sixth 5-Year Plan (Guo Peng, Zhang Zhongwen; ZHONGGUO JIXIE BAO, 1 Nov 85)....	83
-------------------------------------------------------------------------------------------------------------------------------	----

Technological Reform in Machine Industry (Ji Jing, Ge Yunchi; ZHONGGUO JIXIE BAC, 1 Nov 85).....	85
SMALL-SCALE ENTERPRISES	
Hunan Leader Discusses Township Enterprise Issues (Hunan Provincial Service, 17 Jun 86).....	88
FOREIGN TRADE AND INVESTMENT	
Briefs	
Xizang Fair	89
New Zealand Wool Venture	89
PRC-Sweden Trade Commission	89
Direct Trade With Mideast	89
SPECIAL ECONOMIC ZONES	
Briefs	
Shenzhen Bicycle Export Center	91
LABOR AND WAGES	
Delegate Addresses International Labor Conference (XINHUA, 10 Jun 86).....	92
Coalminers Obtain Improved Living Conditions (XINHUA, 11 Jun 86).....	93
Briefs	
More Manpower in Industry	95
POPULATION	
Briefs	
Committee on Aging	96
TRANSPORTATION	
Briefs	
PRC Transport Network	97
Lhasa-Katmandu Airlinks	97
CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS	
Briefs	
Yugoslav Premier on Economic Policy	98

HONG KONG

First Quater Imports From PRC Up 29 Percent (SOUTH CHINA MORNING POST, 14 Jun 86).....	99
CHINA DAILY Cites Economic Indicators Report on Economy (CHINA DAILY, 14 Jun 86).....	100
Industrial Production Reported on Rebound (XINHUA, 5 Jun 86).....	102
Briefs	
Industrialist on Economic Mend	103
New Zealand Preference System Status	103
FRG Companies Expand Business	103

/6539

16 JULY 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

PROVINCIAL AFFAIRS

Han Peixin Addresses Jiangsu Economic Meeting (Jiangsu Provincial Service, 15 Jun 86).....	1
Shandong's Liang Buting Attends Economic Work Forum (Shandong Provincial Service, 13 Jun 86).....	3

ECONOMIC DEVELOPMENT ZONES

Coastal Cities Achieve Marked Investment Successes (JINGJI RIBAO, 9 Jun 86).....	6
-------------------------------------------------------------------------------------	---

ECONOMIC PLANNING

Guangdong Township Enterprise Development Plans (ZHONGGUO XIANGZHEN QIYE BAO, 30 Nov 85).....	8
Beijing's Seventh 5-Year Plan for Economic, Social Development (BEIJING RIBAO, 25 May 86).....	10
YUNNAN RIBAO Outlines Objectives for 7th 5-Year Plan (Feng Yingyu; YUNNAN RIBAO, 23 Dec 85).....	44

AGGREGATE ECONOMIC DATA

Heilongjiang Township Enterprises' Potential Discussed (Zhang Zhizhong; ZHONGGUO XIANGAHEN QIYE BAO, 7 Dec 85)....	46
-----------------------------------------------------------------------------------------------------------------------	----

- a -

ECONOMIC MANAGEMENT

Reportage on Shanghai-Hunan Lateral Ties Talks (Hunan Provincial Service, 11, 14 Jun 86).....	50
Leaders Hold Discussions	50
Forum Views Ties	50
Zhengzhou City CPC Committee To Review Progress of Reform (Henan Provincial Service, 11 Jun 86).....	52
Chengdu Mayor Speaks on Next Stage of Urban Reform (Sichuan Provincial Service, 12 Jun 86).....	53
Sichuan's Yang Rudai Leads Investigation (Sichuan Provincial Service, 13 Jun 86).....	54
Fujian's Chen Guangyi Discusses Enterprise Reform (Fujian Provincial Service, 13 Jun 86).....	55
Guangxi's Chen Huiguang Addresses Economic Conference (Guangxi Regional Service, 16 Jun 86).....	57
Sichuan Holds Work Conference on Industrial Production (Sichuan Provincial Service, 9 Jun 86).....	58
Guizhou On-the-Spot Work Group Helps Grassroots (Guizhou Provincial Service, 9 Jun 86).....	59
Zeng Shenda on Shaanxi State-Run Enterprise Deficits (Wang Jianming; SHAANXI RIBAO, 22 Nov 85).....	61
Nei Monggol Privately Raised Enterprise Capital Reported (Chen Jinlan; ZHONGGUO XIANGZHEN QIYE BAO, 2 Nov 85).....	63
Distribution of Township Enterprise Profits Discussed (Zou Jinyao; NONGMIN RIBAO, 26 Dec 85).....	65
Hubei Township Enterprise Situation Discussed (Ding Guiqiao; ZHONGGUO XIANGZHEN QIYE BAO, 28 Dec 85).....	67
Hou Jie on Developing Heilongjiang's Rural Enterprises (Wang Ying; ZHONGGUO XIANGZHEN QIYE BAO, 6 Nov 85).....	69
Hunan Issues Measures on Invigorating Enterprises (Hunan Provincial Service, 10 Jun 86).....	71
Hubei Meeting of Export Goods Production Enterprises Ends (Hubei Provincial Service, 16 Jun 86).....	72
Qinghai's Aid for Poor Areas Reported (RENMIN RIBAO, 13 Dec 85).....	73

Hebei's Xing Chongzhi Praises Model Technician (Xing Chongzhi; HEBEI RIBAO, 21 May 86).....	75
------------------------------------------------------------------------------------------------	----

INDUSTRY

Upgrading of Anshan Steel Works To Continue (XINHUA, 17 Jun 86).....	79
Official Discusses Refrigerator Production (Liu Hong; CHINA DAILY, 10 Jun 86).....	81
Industries Tackle Technician Shortages (Zhu Ling; CHINA DAILY, 12 Jun 86).....	83
Briefs	
Liaoning Industrial Modernization	84
Inspection on Industrial Safety	84
Export Production Support	84
Steel Output Growth	85
Liaoning Brain Trusts	85

SPECIAL ECONOMIC ZONES

Price Reform in Special Economic Zones (Chen Zhaobin; JINGJI YANJIU, No 4, 20 Apr 86).....	86
-----------------------------------------------------------------------------------------------	----

LABOR AND WAGES

Labor, Personnel Minister Interviewed on Wage Reform (Zhao Dongwan Interview; BAN YUE TAN, No 9, 10 May 86)....	95
--------------------------------------------------------------------------------------------------------------------	----

TRANSPORTATION

Beijing-Hong Kong Through Passenger Train Under Discussion (ZHONGGUO TONGXUN SHE, 12 Jun 86).....	104
------------------------------------------------------------------------------------------------------	-----

/6539

17 JULY 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

International Comparison of China's Tertiary Industries (Zhu Qingfang; SHANGHAI JINGJI, No 2, 15 Aug 85).....	1
GUANGMING RIBAO on Democracy, Modernization (GUANGMING RIBAO, 7 Jun 86).....	4
JINGJI YANJIU Discusses Seventh 5-Year Plan (JINGJI YANJIU, 20 Apr 86).....	7
JINGJI YANJIU on Economists' Social Responsibility (Tang Zongkun; JINGJI YANJIU, 20 May 86).....	20
Journal Discusses Capital Construction Investment (Chang Yunkun, Yang Yonglin; JINGJI YANJIU, 20 Apr 86)....	32
Alternate Objectives for Financial Policy During New Period (Liu Rongchang; JINGJI YANJIU, 20 Apr 86).....	38
Economic Journal Discusses Price Reform (Chen Hongobo; JINGJI YANJIU, 20 Apr 86).....	47

ECONOMIC MANAGEMENT

Commentary on Indirect Macroeconomic Control, Reform (CHANGJIANG RIBAO, 3 Nov 85).....	57
Journal on Improving Macroeconomic Management (Run Junjin; JINGJI YANJIU, 20 May 86).....	59

- a -

FINANCE AND BANKING

JINGJI YANJIU on Foreign Exchange Rates, Trade (Wang Zhenzhong; JINGJI YANJIU, 20 Apr 86).....	66
LIAOWANG Interviews PRC Customs Director (Lin Hai, Ge Xiangxian; LIAOWANG, 9 Jun 86).....	80
Tax Evasion in Ningxia Reported, Called Serious (Qi Yanbin; NINGXIA RIBAO, 25 Sep 85).....	86
Paper Studies Enterprises Shares System (Gu Tiefeng; JINGJI CANKAO, 2 Jun 86).....	88
Journal Discusses Circulation of Funds (Yin Jieyan, Wang Xiyi; JINGJI YANJIU, 20 May 86).....	91

MINERAL RESOURCES

Nei Monggol Gold Production Reported (NEIMENGGU RIBAO, 17 Aug 85).....	98
---------------------------------------------------------------------------	----

LABOR AND WAGES

6th 5-Year Plan Employment Figures Reported (JILIN RIBAO, 22 Sep 85).....	99
BAN YUE TAN Discusses Labor Contract System (Wang Jianxin; BAN YUE TAN, 10 Jun 86).....	100

/12675

22 JULY 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

PROVINCIAL AFFAIRS

Heilongjiang Governor's Report on Seventh 5-Year Plan (Mou Jie; HEILONGJIANG RIBAO, 31 May 86).....	1
Heilongjiang Vice Governor on 1986 Development Plan (Liu Zhongli; HEILONGJIANG RIBAO, 1 Jun 86).....	30

ECONOMIC PLANNING

Journal on Collective State Ownership (Tang Zongkun; JINGJIXUE ZHOUBAO, 1 Jun 86).....	51
RENMIN RIBAO on Development of Small, Medium Cities (Wu Peilun; RENMIN RIBAO OVERSEAS EDITION, 14 Jun 86).....	55

ECONOMIC MANAGEMENT

Xing Chongzhi on Lateral Economic Cooperation (Xing Chongzhi; HEBEI RIBAO, 3 Jun 86).....	60
----------------------------------------------------------------------------------------------	----

FINANCE AND BANKING

Chen Muhua Addresses Conference on Financial Work (Chen Muhua; ZHONGGUO JINRONG, 4 Dec 85).....	72
Heilongjiang's Final 1985 Accounts, Draft Budget for 1986 (Zhao Jicheng; HEILONGJIANG RIBAO, 3 Jun 86).....	78

- a -

ENERGY

Rural Power Develops Quickly in Guangxi (Guangxi Regional Service, 22 Jun 86).....	93
More Rail Capacity Being Added To Ease Shipping Bottlenecks (ZHONGGUO TONGXUN SHE, 23 Jun 86).....	94

FOREIGN TRADE AND INVESTMENT

Currency Reform Implications for Foreign Trade (Peter Odrich; FRANKFURTER ALLGEMEINE, 9 Jun 86).....	95
Briefs Fujian Company Buys U.S. Firm	97

SPECIAL ECONOMIC ZONES

Briefs Shenzen Uses More Foreign Capital	98
---------------------------------------------	----

POPULATION

HEILONGJIANG RIBAO Article on Population Development (Hao Shouzhong, et. al.; HEILONGJIANG RIBAO, 14 Jun 86)...	99
--------------------------------------------------------------------------------------------------------------------	----

TAIWAN

Trade, Tariff Talks With U.S. Concluded (CNA, 20 Jun 86).....	103
Briefs Foreign Exchange Reserves Hit \$30 Billion	105
Plan To Cut Trade Surplus With U.S.	105
State-Run Enterprises Reserves Increase	105
Stand on Trade Issues To Be Upheld	106
U.S.-Taiwan Trade Talks	106

/12675

24 JULY 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Paper Studies Enterprise Shares System (Gu Tiefeng; JINGJI CANKAO, 3 Jun 86)	1
Paper Discusses Sharp Fall in Growth Rate (He Xiaodong, et al.; SHIJIE JINGJI DAobao, 16 Jun 86)	3

ECONOMIC DEVELOPMENT ZONES

Shanghai Urged To Stress Production for Export (XINHUA, 22 Jun 86)	6
Qingdao Seeks More Foreign Technology (XINHUA, 25 Jun 86)	8

ECONOMIC PLANNING

Journal on Questions in Circulating Funds (Jiang Yue; JINGJI YANJIU, No 5, 20 May 86)	9
------------------------------------------------------------------------------------------------	---

ECONOMIC MANAGEMENT

Seminar Studies Experimental Area's New Economic System (Shi Zai; CHINA DAILY, 24 Jun 86)	22
Hubei: Hao Jianxiu on Earning Foreign Exchange (Hubei Provincial Service, 22 Jun 86)	23
Fujian Departments, Colleges Assist Counties (Fujian Provincial Service, 22 Jun 86)	25

Hebei's Xing Chongzhi Attends Forum on Lateral Cooperation (HEBEI RIBAO, 3 Jun 86)	26
Paper Discusses Regional Economic Policies (Dai Yulin; GUANGMING RIBAO, 24 May 86)	28
Hunan, Shanghai Agree on Economic Cooperation Ties (Hunan Provincial Service, 17 Jun 86)	32
New Economic Monitoring System Established (Ge Daxing; XINHUA Domestic Service, 19 Jun 86)	33
Shenyang Praised for Bankruptcy Experiment (XINHUA, 24 Jun 86)	34
Liaoning Enterprises Form Cooperative Units (XINHUA, 12 Jun 86)	36
Lateral Ties Help Sichuan Motorcycle Combine (XINHUA, 30 Jun 86)	37
Qinghai CPC Briefs Non-Party Figures on Economic Zoning (Qinghai Provincial Service, 25 Jun 86)	38
Xinjiang: Regulations on Strengthening Quality Control (Xinjiang Regional Service, 25 Jun 86)	39
Briefs	
Economic Coordination Committee	41
Research Institutes Aid Enterprises	41
Modernization of Equipment Management Urged	41
Hebei's Xing Chongzhi Attends Rally	42
Tianjin Cadres' Meeting on Economic Tasks	42
Sichuan Circular on Quality Control	43

FINANCE AND BANKING

Financial Distribution in 7th 5-Year Plan Reviewed (Wang Fu; JINGJI RIBAO, 29 May 86)	44
Guoji Shangbao on Use of International Capital (Zhang Debao; GUOJI SHANGBAO, 19 Jun 86)	46
Bank Reforms Broaden Guangdong Financial Services (XINHUA, 29 Jun 86)	48
Capital Market To Be Gradually Established (CHINA DAILY, 24 Jun 86)	51
Briefs	
Rural Savings Deposits	52
Pension Insurance for Collective Workers	52
People's Insurance Company Policies Increase	52

MINERAL RESOURCES

New Gold Reserves Discovered in Guizhou (Olivia Sin; SOUTH CHINA MORNING POST, 23 Jun 86)	53
Gold Panning Brings Prosperity to Gansu County (XINHUA, 18 Jun 86)	56
Briefs	
Liaoning Magnesite Deposit	57

INDUSTRY

JINGJI RIBAO on Current Industrial Growth (JINGJI RIBAO, various dates)	58
Part I, by Li Hongbo, Yan Kalin	58
Part II	60
Part III	64
Henan Government Meeting Discusses Industrial Issues (Henan Provincial Service, 19 Jun 86)	67
Guangxi Revises Regulations on Enlivening Industry (Guangxi Regional Service, 28 May 86)	68
LIAOWANG on New Economic System in Railroad Industry (Zhu Haiyan; LIAOWANG OVERSEAS EDITION, No 24, 16 Jun 86)	72
PRC Journal on China's Aviation Industry (Li Anding; BAN YUE TAN, No 10, 25 May 86)	79
XINHUA Details PRC Steel Output Increases (XINHUA, 1 Jul 86)	82
Cotton Cloth Production, Sales Increase (XINHUA, 30 Jun 86)	83
Briefs	
Sea Water Used	84
Hardware Production To Increase	84
International Metallurgical Industry Exhibition	84
Shenyang Industrial Area Upgrading	85
Wuhan Mill Recovers Investment	85

SMALL-SCALE ENTERPRISES

Cooperative Businesses Mushroom in Countryside (XINHUA, 14 Jun 86)	86
-----------------------------------------------------------------------------	----

Briefs		
Township Enterprises' Results		87
CONSTRUCTION		
Hainan Carries Out Large-Scale Port Construction		
(ZHONGGUO XINWEN SHE, 30 Jun 86)		88
Briefs		
Key Projects Progress Smoothly		89
Inland Water Passenger Port		89
Largest-Span Railway Bridge		90
Key Henan Projects Work		90
Construction on Songhua River Bridge		90
DOMESTIC TRADE		
Northern Zone Breaks Down Economic Barriers		
(XINHUA, 11 Jun 86)		91
FOREIGN TRADE AND INVESTMENT		
Insurance Aids Sino-Foreign Cooperative Ventures		
(XINHUA, 19 Jun 86)		92
ZHONGGUO TONGXUN SHE on Suspension of Direct Trade With Indonesia		
(ZHONGGUO TONGXUN SHE, 21 Jun 86)		93
Briefs		
Guangdong Foreign Trade		95
Guangdong Meeting on Export Work Tasks		95
Investment Protection Agreement		95
LABOR AND WAGES		
Xinjiang Holds Graduate Assignment Rally		
(Xinjiang Regional Service, 18 Jun 86)		96
Briefs		
Liaoning Students Volunteer		97
Nei Monggol Holds Rally		97
POPULATION		
Statistics on Population of Major Cities Released		
(XINHUA Domestic Service, 26 Jun 86)		98
Urban Population Statistics Published		
(XINHUA Domestic Service, 27 Jun 86)		100

Special Economic Zone Population (XINHUA Domestic Service, 27 Jun 86)	101
Childhood Diseases Controlled in Jiangsu (XINHUA, 12 Jun 86)	102
Guangxi Conference on 'Tidying Up' Social Order on Railroads (Guangxi Regional Service, 22 Jun 86)	103

HONG KONG

Resurgence Seen on Foreign Economic Activity in 1986 (Guo Weifeng; ZHONGGUO XINWEN SHE, 23 Jun 86)	104
Domestic Exports Show Slight Improvement (Paul Baran; SOUTH CHINA MORNING POST, 21 Jun 86)	106
Domestic Exports for May Rise 14 Percent Over 1985 (John Blaton; SOUTH CHINA MORNING POST, 27 Jun 86)	109
UK Trade Commissioner Discusses Trade With PRC (ZHONGGUO XINWEN SHE, 5 Jun 86)	111
PRC Responsible for Land Sales Fund Losses (HONG KONG STANDARD, 24 Jun 86)	113
Briefs Dragonair Launches Inaugural Flight	114

/9987

1 AUGUST 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Role of Price in Regional Economic Development
(Hu Zhaoliang; JINGJI DILI, No 4, Nov 85)..... 1

ECONOMIC DEVELOPMENT ZONES

- Development of Northeast Economic Zone Reported
(XINHUA, 6 Jul 86)..... 9

ECONOMIC PLANNING

- Shanghai: New Team Plans for Business Information Center
(XINHUA, 28 Jun 86)..... 10

ECONOMIC MANAGEMENT

- 1985 Auditing Report to NPC Standing Committee
(XINHUA Domestic Service, 29 Jun 86)..... 11
- Beijing Municipal Decision Views Auditing Work
(XINHUA, 12 Jul 86)..... 19
- Audit Administration To Focus on Tax Evasion
(Zhu Ling; CHINA DAILY, 12 Jul 86)..... 20
- Revolutionary Base Expands Inter-Provincial Ties
(XINHUA, 4 Jul 86)..... 22
- RENMIN RIBAO on Implementation of Metrological Law
(RENMIN RIBAO, 1 Jul 86)..... 24

Regulations for Certified Accountants Issued (XINHUA Domestic Service, 9 Jul 86).....	26
Wuhan's Thirty Policies, Opinions on Reform (CHANGJIANG RIBAO, 15 Jun 86).....	32
Briefs	
Enterprises Enhance Quality Control	42
Prices for TV Sets	42
Business Executives Competency Tests	43
Jiangxi-Jaingsu Cooperation	43
FINANCE AND BANKING	
Industrial Equipment From Overseas Chinese Exempt From Taxes (ZHONGGUO XINWEN SHE, 1 Jul 86).....	44
Taxation Bureau Plans Strategy To Meet Annual Target (Zhao Jinming; CHINA DAILY, 11 Jul 86).....	45
Briefs	
Foreign, Dual Currency Bonds	47
MINERAL RESOURCES	
Briefs	
Xinjiang Welcomes Foreign Prospectors	48
Rare Earth Production in Baotou	48
National Mineral Resources Survey	48
FOREIGN TRADE AND INVESTMENT	
China Floats First U.S. Dollar Bonds on European Market (FRANKFURTER ALLGEMEINE, 30 Jun 86).....	50
Daily Discusses Trade Ties With Thailand (He Yun; XIN ZHONG YUAN RIBAO, 28 Jun 86).....	52
First Public Relations Firm Starts Operations (XINHUA, 3 Jul 86).....	54
Gansu Governor Urges \$100 Million in Exports (Gansu Provincial Service, 7 Jul 86).....	55
Mongolia's Batmonh on Economic Performance, Ties (XINHUA, 29 May 86).....	56
Briefs	
Guangdong-Hong Kong Ventures	58
Hong Kong-U.S. Hotel	58
Singapore Exports to PRC	58

Thai Rubber Sales	59
Contracts With Mongolia on Border Trade	59
Beijing Jan-Jun Exports	59
Foreign Investment in Guangdong	60
Shanghai Jan-Jun Foreign Trade	60
Shanxi To Develop Austrian Trade Relations	60
PRC-U.S. Venture Inauguration	60
Import-Export Contract With Philippines	61

SPECIAL ECONOMIC ZONES

Shenzhen To Set Up Check-Clearing Facility for Foreign Banks (Paul Sham; SOUTH CHINA MORNING POST, 27 Jun 86).....	62
-----------------------------------------------------------------------------------------------------------------------	----

POPULATION

Urban Population Reaches 20 Percent (CHINA DAILY, 28 Jun 86).....	64
Advances in Contraceptive Research Cited (XINHUA, Jul 86).....	66

TRANSPORTATION

Briefs

Railway Transport Increases	67
Dragonair Opens Charter Route	67
Tianjin's First Beltway	67

TAIWAN

BOFT Chief Stresses Importance of Free Trade (CNA, 1 Jul 86).....	68
Briefs	
Taiwan-U.S. Trade Conference	69
Video Recorder Market To Open	69

HONG KONG

Increased Reexports to PRC Anticipated (HONGKONG STANDARD, 8 Jul 86).....	70
Businessmen on Trade Prospects With PRC (XINHUA, 8 Jul 86).....	72
Textile Talks With EEC 'Slow', 'Complicated' (Cynthia Suen; HONGKONG STANDARD, 11 Jul 86).....	73

4 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

Economic Journal on Importance of Price (Yu Guangyuan; JINGJI YANJIU, 20 May 86).....	1
------------------------------------------------------------------------------------------	---

PROVINCIAL AFFAIRS

Guangxi Opens Economic Work Conference (Guangxi Regional Service, 11 Jun 86).....	17
Heilongjiang Holds Meeting To Arrange Economic Tasks (Heilongjiang Provincial Service, 6 Jul 86).....	18
Qinghai Governor Speaks on Economic Successes, Tasks (Qinghai Provincial Service, 4 Jul 86).....	20
Xian Spokesman on Economic Successes, Problems (Shaanxi Provincial Service, 4 Jul 86).....	21
Briefs Shaanxi Governor on Economic Tasks	22

ECONOMIC PLANNING

'Excerpts' of Fujian's Seventh 5-Year Plan (FUJIAN RIBAO, 8 Jun 86).....	23
Jilin Holds Conference on Urban Collective Economy (Jilin Provincial Service, 2 Jul 86).....	59

Briefs		
Shaanxi Official on Living Standard		61
MINERAL RESOURCES		
Briefs		
Shandong Semiannual Gold Production		62
SMALL-SCALE ENTERPRISES		
Briefs		
Sichuan Township Enterprises		63
LABOR AND WAGES		
Nei Monggol Reports Issue of Job Arrangement Circular		
(Nei Monggol Regional Service, 7 Jul 86).....		64
POPULATION		
HEILONGJIANG RIBAO Article on Population Development		
(Hao Shouzhong, et. al.; HEILONGJIANG RIBAO,		
various dates).....		65
HONG KONG		
Briefs		
PRC Enterprise Acquires Bank		74

/12675

JPRS-CEA-86-092

4 AUGUST 1986

China Report

ECONOMIC AFFAIRS

TABLES OF CONTENTS

JPRS-CEA-86-001, 2 JANUARY 1986-

JPRS-CEA-86-081, 27 JUNE 1986



FOREIGN BROADCAST INFORMATION SERVICE

7 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

ENERGY: STATUS AND DEVELOPMENT--51

CONTENTS

NATIONAL POLICY

Impact of Falling Oil Prices on Nation's Economy Analyzed (LIAOWANG OVERSEAS EDITION, No 21, 26 May 86).....	1
World Bank Loans Give Boost to Energy Sector (CHINA DAILY, 4 Jun 86).....	4
Tailoring Rural Energy Development to China's Unique Situation (NONGCUN GONGZUO TONGXUN [RURAL WORK NEWSLETTER], No 5, 5 May 86).....	6
Rural Electrification Effort Makes Substantial Gains (NONGMIN RIBAO, 11 Mar 86).....	9
6th FYP Construction Recapped, by Chen Daian Accelerated Construction Urged	9 10

POWER NETWORK

Seventh FYP Energy Output Off To Good Start (XINHUA, 3 Jun 86).....	11
Electric Power Construction Now at 'Unprecedented' Level (RENMIN RIBAO (OVERSEAS EDITION), 13 May 86).....	12
North China Grid Introduces Big Thermal Units (CHINA DAILY, 2 Jul 86).....	14
Heilongjiang To Add 2.4 Million KW in 7th FYP (Zhang Zhenfu; HEILONGJIANG RIBAO, 10 Mar 86).....	15

Accelerating Jilin's Electric Power Construction (Gao Yan; JILIN RIBAO, 7 May 86).....	16
Rural Power Develops Quickly in Guangxi (Guangxi Regional Service, 22 Jun 86).....	19
Promoting Rural Small-Scale Thermal, Hydropower (SICHUAN RIBAO, 19 Apr 86).....	20
HYDROPOWER	
Canada Given Approval for Three Gorges Study (Richard Liu; SOUTH CHINA MORNING POST, 13 Jun 86).....	22
New Hydroelectric Dam Planned for Chang Jiang (XINHUA, 18 Jun 86).....	24
Gezhouba No 2 Power Station Begins Operation (XINHUA, 9 Jun 86).....	25
Hunan Develops Its Small-Scale Hydropower Potential (Shi Jie; ZHONGGUO SHUILI [CHINA WATER CONSERVANCY], No 3, 15 May 86).....	26
THERMAL POWER	
Scramble on To Cash in on Thermal Power Construction (Lawrence MacDonald; AFP, 20 Jun 86).....	29
Huaneng International Steps Up New Plant Construction (Zhao Xinming; CHINA DAILY, 21 Jun 86).....	32
Power Ministry Decides To Build 1000 MW Plant in Dukou (SICHUAN RIBAO, 18 May 86).....	34
Briefs Qingzhen Expansion Begun	35
COAL	
Tasks, Objectives of Coal Industry in 7th FYP Summarized (Mei Yan; ZHONGGUO MEITAN BAO, 8 Mar 86).....	36
On Promoting Modernization of Coal Industry (ZHONGGUO MEITAN BAO, 12 Mar 86).....	38
Quota Policy Seen To Aid Consolidation, Stabilize Production (Wei Xuguang, Gong Gui; SHANXI RIBAO, 4 Mar 86).....	40
Policy Basing Production Quotas on Consumption Levels Viewed (SHANXI RIBAO, 4 Mar 86).....	42

State Mines Exceed Quota, Small Mines Experience Slump (Xu Yuanchao; CHINA DAILY, 5 Jul 86).....	45
Over \$2 Billion in Foreign Exchange Used in 5 Years (GUOJI SHANGBAO, 5 Jun 86).....	47
Nation's Largest Coal Terminal Now Officially Open (GUOJI SHANGBAO, 15 May 86).....	48
More Rail Capacity Being Added To Ease Shipping Bottlenecks (ZHONGGUO TONGXUN SHE, 23 Jun 86).....	49
Construction of 15 Modern Mines Accelerated (ZHONGGUO XINWEN SHE, 3 Jun 86).....	50
Work on Pingshuo Progressing Smoothly (ZHONGGUO MEITAN BAO, 12 Mar 86).....	51
New Shandong Mine Passes Checks (XINHUA, 10 Jun 86).....	53
Improved Supply of Materials to Coal Industry Outlined (Zhou Yimin, Zhang Du; WUZI GUANLI [MATERIAL MANAGEMENT], No 4, 20 Apr 86).....	54
Briefs	
Plans for Mine Approved	58
Coal Industry Investments	58
Panji No 1 Dressing Plant	58

OIL AND GAS

Offshore Oil Official Comments on Exploration Prospects (Paul Sham; SOUTH CHINA MORNING POST, 18 Jun 86).....	59
Petroleum Industry's Record-Breaking Performance Reviewed (Zhang Chengzhi; CHING-CHI PAO-TAO [ECONOMIC REPORTER], No 16, 28 Apr 86).....	61
Wang Tao Reviews Accelerating Growth of Natural Gas Industry (TIANRANQI GONGYE [NATURAL GAS INDUSTRY], No 1, 28 Mar 86).....	64
Chinese Scientists Develop New Theory To Find Oil (Zhu Wenzhi; RENMIN RIBAO (OVERSEAS EDITION), 10 May 86)..	68
Briefs	
Natural Gas Output To Rise	70
Daqing Tops Output Target	70
Daqing Repaying Loans	70
Beibu Wan Update	71
Tarim Strike	71
New Shandong Field	71

NUCLEAR POWER

Role of Nuclear Power in China's Future Analyzed (Guo Xingqu; ZIRAN BIANZHENGFA TONGXUN [JOURNAL OF DIALECTICS OF NATURE], No 2, 10 Apr 86).....	72
Qinshan Project Director: Chinese Plant Is No 'Chernobyl' (Xu Zhiqun; JIEFANG RIBAO, 22 May 86).....	92
Li Peng Visits Daya Bay Site, Stresses Safety (RENMIN RIBAO (OVERSEAS EDITION), 22 May 86).....	94
Nuclear Power Plants Could Be Generating Power by 1989 (Zhang Huchen; RENMIN RIBAO [OVERSEAS EDITION], 22 May 86).....	96
Fujian To Conduct Nuclear Plant Feasibility Study (Olivia Sin; SOUTH CHINA MORNING POST, 26 Jun 86).....	97
Environmentalists Express Concern Over Daya Bay's Reactors (Katherine Saltzstein; HONG KONG STANDARD, 19 Jun 86).....	98
Daya Bay Safety Measures Under Review (Chalina Chung; SUNDAY STANDARD, 15 Jun 86).....	100

SUPPLEMENTAL SOURCES

Greater Use of Solar Power Seen in Countryside (Xu Yuanchao; CHINA DAILY, 27 Jun 86).....	101
Interest Shown in Swedish 10KW Wind Generators (Elaine Williams; SOUTH CHINA MORNING POST, 23 Jun 86)....	103

CONSERVATION

Beijing Stresses 'Advanced Technology' in Battle Against Waste (Chen Zhisong; CHINA DAILY, 17 Jun 86).....	105
Five-Year Recap of Industrial Boiler Development (Shi Qiangsun; DONGLI GONGCHENG [POWER ENGINEERING], No 6, 15 Dec 85).....	107

/12223

12 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

JINGJI CANKAO Comments on Chinese Economic Studies (JINGJI CANKAO, 4 Mar 86)	1
Reactions to Ma Ding Article on Economic Studies (SHIJIE JINGJI DAOBAO, 31 Mar 86; MING PAO, 18 May 86)	3
New Ideas Encouraged, by Deng Weizhi, Zheng Changan Hu Qiaomu's Status Discussed, by Lu Jingren	3 4
Journal on Shared Ownership in State Economy (Han Jianfang; JINGJI YANJIU, 20 May 86)	7

ECONOMIC PLANNING

Future Commercial Developments in Sichuan Discussed (SICHUAN RIBAO, 11 Apr 86)	14
-----------------------------------------------------------------------------------------	----

ECONOMIC MANAGEMENT

Li Peng on Reform of Capital Construction Management (Li Peng; ZHONGGUO JINGJI TIZHI GAIGE, No 2, 23 Feb 86) ...	17
Tian Jiyun Interviewed on Price Reform (Tian Jiyun Interview; ZHONGGUO JINGJI TIZHI GAIGE, No 3, 23 Mar 86)	25
Ministry of Commerce Maps Out Seventh 5-Year Plan (RENMIN RIBAO OVERSEAS EDITION, 19 May 86)	30
Beijing: Li Ximing Speech on Service Work (Li Ximing; BEIJING RIBAO, 27 Jun 86)	32
Japanese-Style Management in China Discussed (Lu Zhequan; JINGJI YU GUANLI YANJIU, 30 Jan 86)	52

Price Inspection Guidelines Issued in Anhui (ANHUI RIBAO, 23 Feb 86)	60
Liaoning's Economic Situation Analyzed (LIAONING RIBAO, 6 Feb 86)	62
Price Reform in Shanghai Discussed at Symposium (Li Fan, Zhang Hongming; SHANGHAI JINGJI, No 2, 15 Apr 86)	64
Delegation of Authority in Shanghai Industry Analyzed (LIAOWING, No 5, 3 Feb 86)	71
Survey on Delegation, by Shang Lu	71
Analysis of Decentralization, by Lu Zhangjie	73
Commentary on Shanghai Survey, by Lin Chen	76
Shanghai Industrial Production Discussed (WENHUIBAO, 27 Feb 86)	79
Economic Ties of Southwestern Provinces (Luo Zisu; RENMIN RIBAO OVERSEAS EDITION, 21 May 86)	81

FINANCE AND BANKING

Reform of Foreign Exchange System Discussed (Xie Shusen, Shen Jinchang; CAIJING YANJIU, No 6, 18 Dec 86)	83
-------------------------------------------------------------------------------------------------------------------	----

INDUSTRY

Big Rise in Plastics Output Expected in Next 5 Years (Shu Zhe; JINGJI XIAOXI, 4 Feb 86)	90
Textile Association Provides Details on Supply Situation (Wang Jing; JINGJI XIAOXI, 7 Feb 86)	91
Paper Industry Increases Production Yearly (Xin Ping; ZHONGGUO QINGGONGYE BAO, 9 Feb 86)	92
Shipbuilding Industry Sets New Record (Zhong Chuan; CHING-CHI TAO-PAO, No 15, 21 Apr 86)	94
Fujian Achieves Balanced Industrial Growth in First Quarter (FUJIAN RIBAO, 14 Apr 86)	97
Jiangsu Fills Out Consumer Product Lines (Li Qian; RENMIN RIBAO, 26 Apr 86)	98

FOREIGN TRADE AND INVESTMENT

Economic Cooperation With Australia Viewed (Zhu Minzhi; LIAOWANG, No 22, 2 Jun 86)	100
---------------------------------------------------------------------------------------------	-----

Briefs

1986 Foreign Investment in Fujian	102
European Economic, Technical Cooperation	102

TRANSPORTATION

Anhui's Goals for Transportation, Communications Given (ANHUI RIBAO, 17 Apr 86)	103
------------------------------------------------------------------------------------------	-----

/9987

14 AUGUST 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Song Longxiang Explains Purpose of Ma Ding Article
(Gu Peitang, Fang Yanming; WEN WEI PO, 27, 28 May 86).... 1

ECONOMIC DEVELOPMENT ZONES

- Shanghai Economic Zone Meeting in Hangzhou
(Jiang Ping, Liu Zhengui; XINHUA, 15 Jul 86)..... 5

ECONOMIC MANAGEMENT

- Nei Monggol's Economic Situation Described
(Li Guangjian; NEI MENGGU RIBAO, 8 Nov 85)..... 7

MINERAL RESOURCES

- Ferromanganese Nodules in Offshore Areas of China
(Zhu Erqin, Wang Qi; DIZHI LUNPING [GEOLOGICAL REVIEW],
No 5, Sep 85)..... 10

- Briefs
Gold Mining in Jiangxi 22

INDUSTRY

- Machine Building Industry Sixth 5-Year Plan Achievements
(ZHONGGUO JIXIE BAO, 2 Jan 86)..... 23

- Campaign Planned To Assist Depressed Motor Vehicle Industry
(Xu Yuanchao; CHINA DAILY, 18 Jul 86)..... 26

Sichuan Meeting Discusses Tasks for Industry (Sichuan Provincial Service, 8 Jul 86).....	28
Hubei Economic Commission Reveals Industry Growth (Hubei Provincial Service, 11 Jul 86).....	29
JINGJI RIBAO on New Situation in Textile Industry (Deng Zhongyuan; JINGJI RIBAO, 14 Jun 86).....	31
Qinghai Boosts Gross Industrial Output Value (Qinghai Provincial Service, 14 Jul 86).....	35
Briefs	
Guangdong Industrial Growth	36
Guangdong Light Industry	36
Jilin Truck Production	36
Iron, Steel Industries Profits	37
Shandong Light Industry	37
Record Sichuan Industrial Output	37
Sichuan Iron Mines	37
Guizhou Industrial Performance	37
Hainan Industrial Production Increases	37
Shaanxi June Industrial Output	38
Jilin Industrial Output Value	38
Tianjin Industrial Output	38
Guangdong Industrial Production	38
Gansu Industrial Production Increase	38

DOMESTIC TRADE

Ningxia's Cooperation With Coastal Regions Report (Shi Haibo; RENMIN RIBAO OVERSEAS EDITION, 21 Dec 85)....	39
Shanghai Products Face Challenge From Other Cities (XINHUA, 14 Jul 86).....	40

FOREIGN TRADE AND INVESTMENT

Special Features of China's Foreign Trade (Zheng Tuobin; CHING-CHI TAO-PAO, No 14, 14 Apr 86).....	41
Conference on Foreign Capital Opens in Nanning (Guangxi Regional Service, 15 Jul 86).....	44
Sichuan Establishes Group for Foreign Contracts, Manpower Export (Sichuan Provincial Service, 11 Jul 86).....	46
Foreign Trade Development in Wuhan Reported (CHANGJIANG RIBAO, 25 Oct 85).....	47

Foreign Trade Activities in Shanghai's Suburban Counties (Sun Hongxiang; RENMIN RIBAO OVERSEAS EDITIONS, 31 Dec 85).....	48
Increase in Handicraft Exports Planned for 1986 (Bai Changhui, Feng Xiao; RENMIN RIBAO OVERSEAS EDITION, 23 Dec 85).....	50
Fujian Establishes Open Economic Zones on Four Levels (Shen Jiqing; WEN HUI BAO, 21 Apr 86).....	52
Economic, Technological Exchanges Between Fujian, Macao Flourish (ZHONGGUO XINWEN SHE, 15 Jul 86).....	54
Briefs	
Zhejiang 1985 Exports	55
Eastern European Textile Exports	55
Jiangsu's 1985 Exports	56
Heilongjiang Export Plan	56
Joint Venture Enterprises Increase	56
Tianjin Foreign Trade Symposium	56
Tianjin Heating Project	57

SPECIAL ECONOMIC ZONES

LILUN YUEKAN Article Urges Deepening Reform (Liang Xiang; LILUN YUEKAN, No 6, 25 Jun 86).....	58
GUANGMING RIBAO on Shekou Economic Reform (Yuan Geng; GUANGMING RIBAO, 21 Jun 86).....	69
Shenzhen Controls Capital Construction (ZHONGGUO XINWEN SHE, 13 Jul 86).....	75
Briefs	
Shenzhen's Economy Growth	76

POPULATION

Beijing Review Stresses Population Control (Xin Lin; BEIJING REVIEW, 14 Jul 86).....	77
Beijing's Temporary Resident Population Doubles (XINHUA, 15 Jul 86).....	80
Urbanization of China's Population Since the 1950's (Wei Jinsheng; RENKOU YU JINGJI [POPULATION AND ECONOMICS], No 6, 26 Dec 85).....	81

HONG KONG

Hong Kong's 1985, 1986 Economy Discussed

(Fu Zhu; JINGJI DAOBAO [ECONOMIC REPORTER],

1 Jan 86).....

95

/12223

18 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Impact of Prices on Regional Economic Development (Hu Zhaoliang; JINGJI DILI, No 4, Nov 85)	1
LIAOWANG on Construction in Third-Line Regions (Li Yongzeng, Li Shuzhong; LIAOWANG OVERSEAS EDITION, No 26, 30 Jun 86)	9

PROVINCIAL AFFAIRS

Chongqing Mayor Delivers Government Work Report (Xiao Yang; CHONGQING RIBAO, 10 Jun 86)	17
--------------------------------------------------------------------------------------------------	----

ECONOMIC DEVELOPMENT ZONES

Qingdao To Focus on Huangdao Development (XINHUA, 16 Jul 86)	52
-----------------------------------------------------------------------	----

ECONOMIC PLANNING

Shanghai Mayor Discusses Economic Tasks (Shanghai City Service, 3 Jul 86)	53
Xinjiang Meeting Arranges Economic Work (Xinjiang Regional Service, 11 Jul 86)	55

AGGREGATE ECONOMIC DATA

Briefs Nei Monggol First-Half Figures	56
------------------------------------------	----

ECONOMIC MANAGEMENT

Jiangsu Governor's Report on Sixth 5-Year Plan Presented (XINHUA RIBAO, 23 Apr 86)	57
Factory Directors 'Need Support During Reform' (Li Xing, Zang Pingfen; JINGJI RIBAO, 18 May 86)	60
Briefs	
Economic Seminar in Urumqi	64

FINANCE AND BANKING

Individually Run Banks To Be Banned (JINGJI RIBAO, 29 Apr 86)	65
------------------------------------------------------------------------	----

INDUSTRY

CHINA DAILY: Industry Increases After Jan-Jun Slowdown (Zhang Xiaogang; CHINA DAILY, 10 Jul 86)	67
Development of Building Materials Industry Discussed (Sun Yi, Chen Zhiqiang; JINGJI RIBAO, 31 Mar 86)	70
Anhui Textile Production Discussed (ANHUI RIBAO, 23 Mar 86)	74
Briefs	
Service Trades Increase	75

CONSTRUCTION

Briefs	
More Apartments for Sale	76

FOREIGN TRADE AND INVESTMENT

Increase in Exports to Japan Urged in Jilin (Zhang Hongsheng, et al.; GUOJI MAOYI WENTI, No 6, Nov-Dec 85)	77
Shanghai Meets Enterprises' Foreign Exchange Needs (XINHUA, 14 Jul 86)	84
Briefs	
Steel Mill From Sweden	86
MOFERT Sanctions Xinjiang Trade Zone	86
Shanghai Lures Foreign Investment	86
Shipping Plan Fulfillment	87
International Commodities Fairs	87
Jiangsu Export Earnings	87

Export Commodities Fair	87
Nei Monggol To Host Trade Symposium	87

SPECIAL ECONOMIC ZONES

Xiamen Joint Venture Bank Reports Profits (XINHUA, 16 Jul 86)	89
------------------------------------------------------------------------	----

POPULATION

Guizhou Leader Stresses Importance of Birth Control (Zhang Yuqin; Guizhou Provincial Service, 8 Jul 86)	90
------------------------------------------------------------------------------------------------------------------	----

HONG KONG

Exports Rise One Percent in First 4 Months (Peter Robinson; SOUTH CHINA MORNING POST, 7 Jul 86)	92
Union Bank Rescued by U.S.-PRC Joint Venture Firm (John Mulcahy; SOUTH CHINA MORNING POST, 1 Jul 86)	95
Prospect To Expand Rail Links With China (Nicholas Way; SOUTH CHINA MORNING POST, 3 Jul 86)	98

/9987

22 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

Journal Reports on Transforming Rural Economic Structure (JINGJI YANJIU, No 5, 20 May 86)	1
JINGJI YANJIU on Economic Growth Restrictions (Wu Ji, et al.; JINGJI YANJIU, No 6, 20 Jun 86)	26

ECONOMIC DEVELOPMENT ZONES

LIAOWANG on Zhujiang Delta Area's Achievements (Wang Zhenhua; LIAOWANG, No 28, 14 Jul 86)	37
----------------------------------------------------------------------------------------------------	----

ECONOMIC MANAGEMENT

Inflation Rate Reduced to 3 Percent (Wang Gangyi; CHINA DAILY, 19 Jul 86)	40
Plan To Revitalize 'Third-Line' Industries (CHINA DAILY, 19 Jul 86)	42
Commission To Reduce Capital Construction Projects (XINHUA, 21 Jul 86)	44
Factories Implement German Manager's Proposals (XINHUA, 29 Jul 86)	45
Journal on Forms of Town Collective Enterprises (Xing Yichu; JINGJI GUANLI, No 5, 5 May 86)	46
Paper Studies Enterprises Shares System (Gu Tiefeng; JINGJI CANKAO, various dates)	51
Part 1	51
Part 2	53
Part 3	55

Achievements of Counties Carrying Out Reform Noted (Sichuan Provincial Service, 22 Jul 86)	58
Anhui Radio Reviews Results of Economic Reform (Anhui Provincial Service, 24 Jul 86)	60
Fujian Conference on Economic Reform Held (FUJIAN RIBAO, 19 Jul 86)	61
Fujian Continues Commercial Management Reforms (Liu Xianpeng; XINHUA Domestic Service, 24 Jul 86)	63
Gansu Radio Urges Good Atmosphere for Plant Managers (Gansu Provincial Service, 24 Jul 86)	64
Gansu Meeting Urges Improving Enterprise Management (Gansu Provincial Service, 26 Jul 86)	65
Guangxi Holds Conference on Economic Situation (Guangxi Regional Service, 19 Jul 86)	66
Hebei Meeting Calls for Promoting Economic Work (Hebei Provincial Service, 23 Jul 86)	68
Shaanxi Controls Capital Construction Scale (Shaanxi Provincial Service, 24 Jul 86)	70
Shandong Issues Preferential Policies on Joint Business (Shandong Provincial Service, 22 Jul 86)	71
Yunnan: He Zhiqiang Calls for Reform of Economic Structure (Yunnan Provincial Service, 22 Jul 86)	73
Yunnan Meeting Announces Cooperation Projects (Yunnan Provincial Service, 26 Jul 86)	75
Briefs	
Capital Construction Investment	76
Fujian Promotes Economic Ties	76
Xinjiang Forum on Development Strategy	76
Guangdong Invigorating Enterprises Discussed	77
Guangzhou Honors Enterprise Winners	77

FINANCE AND BANKING

Guangdong Firms Raise Capital by Issuing Bonds (XINHUA, 30 Jul 86)	78
Guangxi Meeting of Finance Bureau Chiefs Ends (Guangxi Regional Service, 20 Jul 86)	80

Sichuan Finance, Tax Bureau Directors Meet (Sichuan Provincial Service, 16 Jul 86)	81
---------------------------------------------------------------------------------------------	----

Briefs

Guangxi Rural Insurance Work	82
Guangxi Collect More Taxes	82
Liaoning Tax Revenues	82

FOREIGN TRADE AND INVESTMENT

PRC To Buy, Move Swedish Steel Company (AFP, 16 Jul 86)	83
------------------------------------------------------------------	----

Shanghai Approves 111 Sino-Foreign Joint Ventures (Zhang Debao; WEN HUI BAO, 17 Jul 86)	84
--------------------------------------------------------------------------------------------------	----

Shanghai Promotes Foreign Investment Areas (XINHUA, 24 Jul 86)	85
-------------------------------------------------------------------------	----

Shanghai Issues Foreign Business Regulations (XINHUA, 25 Jul 86)	86
---------------------------------------------------------------------------	----

Tianjin To Open 8 Projects for International Tenders (Paul Sham; SOUTH CHINA MORNING POST, 16 Jul 86)	87
----------------------------------------------------------------------------------------------------------------	----

Briefs

Shanghai Businesses Abroad	89
----------------------------	----

SPECIAL ECONOMIC ZONES

Briefs

International Finance Company Established	90
Shenzhen Output Figures Rise	90
Guangdong Economic Zone Output	90

LABOR AND WAGES

TU Deputy Chairman Interviewed on Renewed Union Movement (Chen Bingquan; NEPSZAVA, 19 Jul 86)	91
--------------------------------------------------------------------------------------------------------	----

JINGJI GUANLI on Wage Reform at Beijing Plant (Xu Xiaojia; JINGJI GUANLI, No 5, 5 May 86)	95
----------------------------------------------------------------------------------------------------	----

Gansu Radio Criticizes One-Sided View of Trade Union Work (Zhu Guangyuan; Gansu Provincial Service, 23 Jul 86)	99
-------------------------------------------------------------------------------------------------------------------------	----

/9987

27 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

RENMIN RIBAO Discusses Consumption Fund Growth Rate (Wen Qian; RENMIN RIBAO, 28 Jul 86)	1
Briefs	
Urbanization Pace Speeding Up	5

PROVINCIAL AFFAIRS

Hebei Provincial Conference on Seventh 5-Year Plan Convened (HEBEI RIBAO, 16 Dec 85)	6
Henan Governor Cites Sixth 5-Year Plan Figures (Henan Provincial Service, 30 Apr 86)	9
Readjustment, Consolidation of Hebei Economy (HEBEI RIBAO, 6 Nov 85)	11
Shaanxi Gains in Industrial Output (SHAANXI RIBAO, 6 Nov 85)	14

ECONOMIC DEVELOPMENT ZONES

JINGJI RIBAO on Zhujiang Delta Economic Zone (Wang Xueming; JINGJI RIBAO, 21 Jul 86)	16
Briefs	
Shanghai Economic Zone Growth	19

ECONOMIC PLANNING

Briefs	
Shaanxi Development Plans	20

ECONOMIC MANAGEMENT

Journal Explains Enterprise Groups (Li Yinshui, Mao Zhiquan; JINGJI GUANGLI, No 5, 5 May 86)	21
Journal on Product Quality, Economic Benefits (Xie Minggan; JINGJI GUANGLI, No 5, 5 May 86)	27
Hunan Government Encourages Exports Production (Hunan Provincial Service, 5 May 86)	38
JINGJI RIBAO on Changes on Ownership (Yang Lixin; JINGJI RIBAO, 30 Jun 86)	39
Yunnan Meeting on Collective Economy (Yunnan Provincial Service, 10 Jul 86)	43
Wuhan Advisory Committee Has Decision-Making Power (XINHUA, 11 Jul 86)	45
Guizhou's Less-Developed Areas To Receive Aid (XINHUA, 13 Jul 86)	47
Meeting on Southwestern Economy Ends 12 July (Xizang Regional Service, 13 Jul 86)	48
Commentary on Meeting Annual Revenue Plan (Gansu Provincial Service, 14 Jul 86)	49
Sichuan Meeting Discusses Finance, Trade (Sichuan Provincial Service, 18 Jul 86)	51
Qinghai Meeting Urges Improved Economic Results (Qinghai Provincial Service, 18 Jul 86)	52
He Kang Speaks on Xinjiang's Economic Development (Xinjiang Regional Service, 27 Jul 86)	53
Participation in Classification Noted (Henan Provincial Service, 29 Jul 86)	55
Briefs	
Problems in Enterprises Solved	56
Industrial Production Arrangements	56
Enterprise Reforms Stressed	57
Enterprise Work Teams	57
Hubei Progresses Audit Work	57
Hubei Institute Graduates Managerial Cadres	57

FINANCE AND BANKING

Gansu Province Increases Financial Revenue (Gansu Provincial Service, 14 Jul 86)	58
-------------------------------------------------------------------------------------------	----

North China Banks Speed Up Money Remittances (Zhao Yongjin; XINHUA Domestic Service, 19 Jul 86)	59
Briefs	
Shandong Technical Transformation Loans	60
Hubei Financial Situation Improves	60
Urban Savings Deposits	60
Nanjing Interbank Clearing House	61
INDUSTRY	
GANSU RIBAO on Increase in Industrial Output Value (Ma Huaqin; GANSU RIBAO, 15 Jul 86)	62
Briefs	
Light Industrial Production	64
CONSTRUCTION	
Briefs	
Sichuan Communications Facilities	65
FOREIGN TRADE AND INVESTMENT	
Guangdong's Exports Set 'New Record in History' (Zhang Xu; ZHONGGUO XINWEN SHE, 17 Jul 86)	66
Foreign Trade Value Increases in May (CHINA DAILY, 23 Jul 86)	68
Guangxi Uses Imported Technology To Boost Economy (XINHUA, 20 Jul 86)	70
Briefs	
Electronics Exports Increase	71
Beijing Surpasses Export Quota	71
Anhui Trade Consultations Successful	71
Zhejiang Trade Fair Success	71
Breakthroughs Urged in Foreign Trade	72
214 Businesses Opened Abroad	72
Fujian Exports	72
SPECIAL ECONOMIC ZONES	
Tasks for Furthering Open Door Policy in Shenzhen Given (Pan Enqi; GUOJI MAOYI WENTI, No 1, Jan-Feb 86)	73
Expansion of Shenzhen's Export-Oriented Economy Urged (Tang Huozhao; LIAOWANG, No 11, 17 Mar 86)	77

LABOR AND WAGES

GONGREN RIBAO Discusses Trade Unions (Han Xiya; GONGREN RIBAO, 3 Jul 86)	83
Qinghai Vice Governor's Speech on Employment (Qinghai Provincial Service, 16 Jul 86)	87
Hunan Issues Trial Regulations on Wage Payments (Hunan Provincial Service, 1 May 86)	90
Model Workers' Rally Ends, More Than 400 Take Part (Jilin Provincial Service, 24 Jul 86)	91
JINGJI GUANLI on Enterprise Floating Wage System (Long Xianying; JINGJI GUANLI, No 5, 5 May 86)	92

POPULATION

Briefs Rapid Urban Development	99
-----------------------------------------	----

TRANSPORTATION

Anhui Upgrades Highway Building Program (ANHUI RIBAO, 24 Nov 85)	100
Hebei Reported Building More, Better Roads (HEBEI RIBAO, 4 Nov 85)	101

/7310

28 AUGUST 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Briefs

Industrial Output Value Meets Targets	1
---------------------------------------	---

PROVINCIAL AFFAIRS

Anhui Meeting on Financial Work, Land Management (ANHUI RIBAO, 17 Jun 86)	2
He Zhukang on Talent, Poor Areas, Living Standards (Henan Provincial Service, 2 May 86)	4
Hubei People's Congress Session Opens 6 May (Hubei Provincial Service, 6 May 86)	6
Bu He on Fulfillment of Sixth Nei Monggol 5-Year Plan (Nei Monggol Regional Service, 30 Apr 86)	8
Economic Information Meets in Beijing (Shandong Provincial Service, 22 Jul 86)	10
Briefs	
Nei Monggol Township Enterprises	12

ECONOMIC DEVELOPMENT ZONES

Foreign Investment in Qingdao Economic Zone Set for 1987 (TA KUNG PAO, 7-13 Aug 86)	13
----------------------------------------------------------------------------------------------	----

ECONOMIC PLANNING

Guangxi Congress Adopts Revised 5-Year Plan Report (Guangxi Regional Service, 5 May 86)	14
--------------------------------------------------------------------------------------------------	----

- a -

Symposium Supports Xijiang Industrial Corridor (Guangxi Regional Service, 21 Jul 86)	16
AGGREGATE ECONOMIC DATA	
Heilongjiang Economy Develops Steadily in 6-Month Period (Heilongjiang Provincial Service, 23 Jul 86)	18
Ningxia Releases Economic Progress Report (NINGXIA RIBAO, 10 Jul 86)	19
Tianjin Semiannual Achievements in Rural Economy Reported (TIANJIN RIBAO, 9 Jul 86)	23
Briefs	
4 Million Registered Enterprises	24
ECONOMIC MANAGEMENT	
Township-Level Financial Control Seen in Shenyang (XINHUA, 25 Jul 86)	25
Wuhan Banks Promote Flow of Funds, Economy (XINHUA, 22 Jul 86)	26
West China Minority Area Economic Meeting Concludes (Xinjiang Regional Service, 23 Jul 86)	27
Briefs	
Economic Reform Popular	28
Reform Experience Reviewed	28
FINANCE AND BANKING	
Issuance, Management of Stocks Discussed (Yu Meisun, Cao Wenlian; ZHONGGUO JINGJI TIZHI GAIGE, No 4, 23 Apr 86)	29
Gold Reserves Face Serious Trade Deficit (SUNDAY STANDARD, 13 Jul 86)	34
PRC Places Restrictions on Authorized Loan Guarantors (Paul Sham; SOUTH CHINA MORNING POST, 14 Jul 86)	37
Briefs	
Insurance Business 'Booming'	39
INDUSTRY	
Industrial Production Shows Jump in June (XINHUA, 7 Jul 86)	40

Chongqing City's Industrial Production Hits Record High (Zhao Xiaoci; CHONGQING RIBAO, 6 Jul 86)	41
Hebei Holds Telephone Conference on Industrial Production (Hebei Provincial Service, 15 Jul 86)	43
Shenyang Mill Cooperates With Iron, Steel Giant (XINHUA, 25 Jul 86)	45
Yunnan Meeting Urges Improved Industrial Performance (Yunnan Provincial Service, 21 Jul 86)	46
Briefs	
Shanghai Raising Quality Standards	47
Anshan Fights Supply Shortages	47
Hebei Industrial Achievements	47
Guangdong Industrial Growth	48
Cooperation Accord Signed	48
SMALL-SCALE ENTERPRISES	
Briefs	
Township Enterprises Stressed	49
Heilongjiang Township Enterprises	49
CONSTRUCTION	
Briefs	
Heilongjiang Local Railway	50
DOMESTIC TRADE	
Briefs	
Rural Henan Develops Markets	51
FOREIGN TRADE AND INVESTMENT	
Soviet Paper Discusses Sino-Soviet Trade (M. Bureyev; SOTSIALISTICHESKAYA INDUSTRIYA, 13 Jun 86)	52
PRC To Get Daimler-Benz Technology From FRG (XINHUA, 3 Jul 86)	55
'INTERNATIONAL BUSINESS' Reports Record Exports (XINHUA, 10 Jul 86)	56
PRC Approves First Joint Venture Finance Company (Eva To; HONG KONG STANDARD, 22 Jul 86)	57
Foreign Commerce Ministry Official on Joint Ventures Decline (Pierre-Antoine Donnet; AFP, 30 Jul 86)	59

Tianjin Official on Foreign Investment, Trade (TA KUNG PAO, 17-23 Jul 86)	61
Nation's Electronics Exports Increase in First Half of Year (XINHUA, 3 Aug 86)	63
Bidding for Imported Equipment Appears Effective (Ge Daxing; XINHUA Domestic Service, 21 Jun 86)	64
PRC Seeks Foreign Cooperation for Spare Parts Supplies (Liu Dizhong; CHINA DAILY, 24 Jul 86)	65
PRC's Export of Farm Machines Breaks Record (ZHONGGUO TONGXUN SHE, 25 Jul 86)	67
PRC To Boost Textiles Quality To Win Export Sales (Tian Ying; CHINA DAILY, 6 Aug 86)	68
Liaoning Export Commodity Fair Transactions Successful (ZHONGGUO XINWEN SHE, 10 Jul 86)	70
More International Fairs Abroad Planned for 1986 (XINHUA, 31 Jul 86)	71
Briefs	
Ports To Increase	72
Zhejiang Delegation Visits Poland	72
Sichuan Develops Exports	72
External Economic Cooperation Promoted	73
Fujian's Deposit-Taking Joint Venture	73
Guangzhou To Give Exporters Incentives	73
Gu Mu Meets Hungarian Customs Delegation	73
European Fertilizer Production Contracts	74
Foreign Engineering Projects Signed	74
Tax Agreement With Italy	74
Increased Coal Exports Planned	75
Plant Dividends to Foreign Investors	75
Singapore Petrochemical Exports to PRC	75
Silk Exports	75
Guangxi Textile Exports	76
\$716 Million Foreign Contracts, Jan-May	76

SPECIAL ECONOMIC ZONES

Shenzhen Economic Cooperation Projects Cited (XINHUA, 2 Jul 86)	77
Shenzhen Second Quarter Export Value Up 23.6 Percent (TA KUNG PAO, 10-16 Jul 86)	79
New Labor Contract System Succeeding in Shekou (XINHUA, 1 Aug 86)	80

Shekou Economic Zone Seen Developing Favorably (XINHUA, 4 Aug 86)	81
LABOR AND WAGES	
Largest Steel Complex Trains Workers (XINHUA, 27 Jul 86)	82
Briefs	
Service Trades' Share of Employment	84
POPULATION	
Fujian Officials Stress Family Planning (FUJIAN RIBAO, 22 Apr 86)	85
TRANSPORTATION	
Improvements in Highway Transport Planned To Aid Ports (Zhu Ling; CHINA DAILY, 1 Aug 86)	87
PRC Plans To Upgrade Locomotive Production by 1990 (Wu Zhijian; CHINA DAILY, 26 Jul 86)	89
Briefs	
Beijing-Tianjin-Tanggu Expressway	91
Anhui, Zhejiang Rail Link	91
CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS	
XINHUA 'Analysis' of Ceausescu Visit to USSR (XINHUA, 16 May 86)	92
Briefs	
Iran Official Leaves for Moscow	94
Polish Managerial Systems Improvements	94
TAIWAN	
President, Premier Discuss Foreign Exchange (CHINA POST, 25 Jul 86)	95
Briefs	
Economic Relations Enhanced	96
Currency To Be Stabilized	96
HONG KONG	
Hong Kong Increases Share of PRC's Imports (John Blanton; SOUTH CHINA MORNING POST, 17 Jul 86)	97

CITIC Proposes Setting Up First Bank in PRC (Eva To; HONG KONG STANDARD, 15 Jul 86)	99
Everbright To Expand Into Financial Services, Other Areas (Olivia Sin; SOUTH CHINA MORNING POST, 15 Jul 86)	101
Briefs	
CITIC's Ka Wah Bank Confident	103
Computer Systems Bring Fine	103

/9986

2 SEPTEMBER 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Review of Country's Economic Development
(LIAOWANG, No 52, 30 Dec 85)..... 1
- Yu Guangyuan Interviewed on Reform Problems
(WIRTSCHAFTSWOCHE, 4 Jul 86)..... 10

ECONOMIC DEVELOPMENT ZONES

- Article on Wenzhou's Rural Commodity Economy
(Wu Xiang; RENMIN RIBAO, 4 Aug 86)..... 15

ECONOMIC MANAGEMENT

- Guangdong Governor on Promoting Economic Prosperity
(Ye Xuanping; KAIFENG, No 1, 8 Jan 86)..... 24
- Economic Reform for Year 1987 Discussed
(Guo Shuqing; SHIJIE JINGJI DAOBAO, 5 May 86)..... 27
- Allocations for Seventh 5-Year Plan Outlined
(Wang Fu; JINGJI RIBAO, 29 May 86)..... 30
- Journal Discusses Consumer Guidance
(Li Landi; JINGJI GUANLI, No 6, 5 Jun 86)..... 32
- Paper Reports on Electrical Appliances Industry
(Liu Liexun, et al.; JINGJI GUANLI, No 6, 5 Jun 86)..... 35
- JINGJI GUANLI on Overexpansion of Investment
(Fei Zhongfu, Lin Daojun; JINGJI GUANLI, No 6, 5 Jun 86)..... 41

National Forum of Civil Enterprises Opens (Yang Like; XINHUA Domestic Service, 13 Aug 86).....	48
Department Store Serves as Model of Initiative System (XINHUA, 11 Aug 86).....	49
FINANCE AND BANKING	
Critical Fund Shortage Plagues Hainan Island (MING PAO, 9 May 86).....	50
Gold Company Official Discusses Moves To Curb Smuggling (Liu Dizhong; CHINA DAILY, 12 Aug 86).....	52
Official Discusses Banking Draft Amendments (Lun Yongeng; CHINA DAILY, 15 Aug 86).....	54
INDUSTRY	
First Set of Regulations Governing Leasing Industry (Zu Ling; CHINA DAILY, 16 Jul 86).....	56
Industrial Accident Death Toll Rises (CHINA DAILY, 15 Jul 86).....	58
Efforts To Improve Packaging of Commodities (Zhao Lijuan; CHINA DAILY, 17 Jul 86).....	60
Briefs Shanghai Oil Tanker Launch	62
SMALL-SCALE ENTERPRISES	
Strengthening Quality Control of Township Enterprises Urged (ZHONGGUO XIANGZHENQIYE BAO, 12 Mar 86).....	63
Rural Industrial Output Increases by 19 Percent (XINHUA, 29 Jul 86).....	68
Increased Rural Commodity Production Changes Patterns (XINHUA, 29 Jul 86).....	69
Briefs Jiangsu Foreign Exchange Earnings	70
CONSTRUCTION	
Shanghai Speeds Up Infrastructure Construction (XINHUA, 19 Jul 86).....	71

DOMESTIC TRADE

Retail Sales Brisk During First Half of 1986 (Beijing XINHUA, 28 Jul, 2 Aug 86).....	73
Some Supplies Ample, Others Short	73
Rural Sales Up	74

FOREIGN TRADE AND INVESTMENT

Coordination Group Prepares for Rejoining GATT (Cheng Hsiang; WEN WEI PO, 3 Aug 86).....	75
Increased Industrial Technology Exports Urged (JISHU SHICHANG BAO, 4 Mar 86).....	76
'Massive' Currency Devaluation Analyzed (Peter Seidlitz; HANDELSBLATT, 9 Jul 86).....	78
Difficulties in Foreign Exchange Acquisition (Christoph Rabe; HANDELSBLATT, 10 Jul 86).....	80

SPECIAL ECONOMIC ZONES

Yuan Geng Discusses Conditions in Shekou (Yuan Geng; KAIFANG, 8 Feb 86).....	83
---------------------------------------------------------------------------------	----

POPULATION

Need for Minority Nationalities To Implement Family Planning (Liu Yongqian; XINJIANG RIBAO, 7 Mar 86).....	89
Structural Changes in Urban Family Economy (Gu Baiqi; OUTLOOK WEEKLY, 14 Apr 86).....	93

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Trade Development Between USSR, West Since 1970's (Su Sijin; SHIJIE JINGJI, No 4, 10 Apr 86).....	97
------------------------------------------------------------------------------------------------------	----

ABSTRACTS

GEOGRAPHY

On the Strategy of Industrial Development in Hainan Island (Yang Ying, Zhou Jiahui; REDAI DILI, No 1, Mar 86).....	106
-----------------------------------------------------------------------------------------------------------------------	-----

/6539

CHINA REPORT
ECONOMIC AFFAIRS

ENERGY: STATUS AND DEVELOPMENT--52

CONTENTS

NATIONAL POLICY

Power Sector Struggles To Keep Up With Expanding Economy (Lu Zhongyun, Chen Ming; LIAOWANG OVERSEAS EDITION, No 26, 30 Jun 86)	1
Energy, Transportation Projects Head List of Priorities (XINHUA, 18 Jul 86)	6
Li Peng Stresses Construction of Rural Energy (RENMIN RIBAO, 16 Mar 86)	7

NEW TECHNOLOGY

Pressurized Combustion Test of Coal-Water Mixture as Gas Turbine Fuel Detailed (Gao Lijun; GONGCHENG REWULI XUEBAO, No 2, May 86)	10
-----------------------------------------------------------------------------------------------------------------------------------------------	----

POWER NETWORK

Shanxi-Beijing 500KV Transmission Project Detailed (Zhang Xuanyi; DILI ZHISHI, No 5, 7 May 86)	16
Hunan Accelerates Construction of Key Power Projects (RENMIN RIBAO, 4 Apr 86)	19
35 Million kW in Power Equipment To Be Produced in 7th FYP (ZHONGGUO JIXIE BAO, 3 Jul 86)	20
Briefs	
Semi-Annual Output Figures Released	21
Sichuan Power Construction	21
Zhejiang to Double Output	21

HYDROPOWER

Proposal To Step Up Tempo of Hydropower Construction Detailed (SHUILI FADIAN, No 4, 12 Apr 86)	22
---------------------------------------------------------------------------------------------------------	----

- a -

Views on Accelerating Hydropower Development Presented (Li Rui; SHUILI FADIAN, No 4, 12 Apr 86)	28
Complementary Role of Thermal, Hydropower in North China Grid (Cai Dingyi; SHUILI FADIAN, No 2, 12 Feb 86)	35
Importance of Tianhuangping Pumped-Storage Station Reiterated (Xu Hongliang; SHUILI FADIAN, No 2, 12 Feb 86)	42
Three Gorges: Debate Continues Over Controversial Project (TA-KUNG-PAO, 31 Mar, 1 Apr 86)	45
Power Ministry To Resubmit Sanxia Feasibility Report (ZHONGGUO XINWEN SHE, 5 Jul 86)	54
Shuikou Hydropower Station Construction Update (Liu Ma; MING PAO, 10 Mar 86)	55
International Bidding Opens for Shuikou Contracts (XINHUA, 1 Aug 86)	57
Initial Plans for Ertan Station Pass Review (Zheng Shunwei; SHUILI FADIAN, No 3, 12 Mar 86)	58
Langyangxia To Begin Storing Water in October 1986 (RENMIN RIBAO, 4 Jul 86)	60
Exploiting Huge Hydropower Resources of Dadu River System (Li Yongxin; SHUILI FADIAN, No 3, 12 Mar 86)	61

THERMAL POWER

Five 1000MW Plants To Be Built in East China (JIEFANG RIBAO, 23 Mar 86)	70
Briefs Nei Monggol 800MW Plant	72

COAL

Plans To Modernize Mines in Seventh Five-Year Plan Outlined (ZHONGGUO MEITAN BAO, 26 Feb 86)	73
Economic Results Stressed in Mine Construction (Lu Bin; XINHUA Domestic Service, 11 Jun 86)	75
Consolidating, Developing Coal Supply, Demand (Li Guangchun; WUZI GUANLI, No 2, 20 Feb 86)	76
Northeast Aims for Self-Sufficiency in 5 Years (XINHUA, 21 Jul 86)	82
Briefs New Nei Monggol Mine	83

OIL AND GAS

Hong Kong Paper Notes 'Disappointment' in China's Offshore Discoveries (SUNDAY MORNING POST, 10 Aug 86)	84
Daqing's Production Over Past 10 Years Reviewed, Future Output Projected (Li Yugeng; YOUTIAN DIMIAN GONGCHENG, No 1, Feb 86)	86
Shengli Could Top 350 Million BBL a Year by 1990 (XINHUA, 1 Aug 86)	92
Sichuan Gas Output Up 6 Percent Over 1985 (XINHUA, 24 Jul 86)	94
Briefs	
Oil Production Increase	95
New Henan Find	95
Jilin Oil-Bearing Structure	95
Dagang Production Up	95

NUCLEAR POWER

CPC Leadership Said Sensitive to Daya Bay Criticism (Lo Ping; CHENG MING, No 106, 1 Aug 86)	96
Regulations on Nuclear Power Plant Safety Issued (Wu Jingshu; CHINA DAILY, 18 Jul 86)	103
Prospects for 'Second Nuclear Era' Discussed (Lu Yingzhong; HE DONGLI GONGCHENG, No 1, Feb 86)	105

10 SEPTEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Briefs	
Small, Medium-Sized Cities on Increase	1

ECONOMIC MANAGEMENT

Coastal, Northwest Provinces Increase Cooperation (XINHUA, 10 Aug 86)	2
Journal Claims Consumers Need Better Legal Protection (Xing Keguang, Wang Hongbao; CAIJING YANJIU, No 3, 3 Mar 86) ...	3
Chongqing Rally Urges Study of Commodity Economy Theory (Li Guangyu; CHONGQING RIBAO, 14 Jul 86)	7
Shandong Supply, Marketing Units' Achievements Noted (Shandong Provincial Service, 3 Aug 86)	9
Shaanxi Economic Official Urges Solving Reform Problems (Li Jiayou; XIBEI XINXI BAO, 23 Jun 86)	11
Journal on Reform of Investment Control (Cao Erjie; JINGJI GUANLI, No 6, 5 Jun 86)	14
JINGJI GUANLI on Ownership of Enterprises (Li Yingji; JINGJI GUANLI, No 5, 5 May 86)	20
Briefs	
Yunnan Governor on Commodity Economy	26

FINANCE AND BANKING

Tax Bureau Sets Goals for Seventh 5-Year Plan (RENMIN RIBAO, 14 May 86)	27
Briefs	
Banking Agreement With Cuba	29

- a -

MINERAL RESOURCES

Briefs

Substantial New Mineral Deposits	30
----------------------------------	----

INDUSTRY

Vice-Minister Urges Ceramics Industry Revitalization (XINHUA, 5 Aug 86)	31
----------------------------------------------------------------------------------	----

Space Technology Spin-Off Products Find Way to Civilian Market (Zhang Gaopeng, Xu Lidong; XINHUA Domestic Service, 24 Jul 86)	32
----------------------------------------------------------------------------------------------------------------------------------	----

Japanese-Led Baoshan Production Boost Maintained (XINHUA, 10 Jul 86)	34
-------------------------------------------------------------------------------	----

Light Industries Stress Overseas Sales (Zhu Ling; CHINA DAILY, 20 Jun 86)	35
------------------------------------------------------------------------------------	----

Briefs

Liaoning Small Industrial Businesses	37
Steel Salvaged From Scrapped Ships	37
Style in Garment Manufacture	37
Hebei Metallurgical Industry	37

CONSTRUCTION

Briefs

Sichuan Capital Construction	38
Liaoning's Jinzhou Port Construction	38

FOREIGN TRADE AND INVESTMENT

First Sino-Finnish Joint Venture Signed (Birgitta Jernvall Ingman; HUFVUDSTADSBLADET, 29 Jul 86)	39
-----------------------------------------------------------------------------------------------------------	----

Henan Trying To Convert Natural Resources Into Exports (CHINA DAILY, 16 Jul 86)	42
------------------------------------------------------------------------------------------	----

More Patent Applications Received in Half-Year (XINHUA, 12 Aug 86)	44
-----------------------------------------------------------------------------	----

Briefs

Border Trade With MPR	45
Nonferrous Metals Exports Volume	45
Timber Venture With France	45

POPULATION

XINHUA Lists China's Minority Population (XINHUA, 8 Aug 86)	47
----------------------------------------------------------------------	----

Briefs	
Urban Population Almost Doubles	48

TRANSPORTATION

Briefs	
Railway Transport Protocol With USSR	49
Yun-7 Planes in Domestic Service	49

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Journal Comments on Baker Plan on Debt Solution	
(Shan Zhongdong; SHIJIE JINGJI, No 6, 10 Jun 86)	50

TAIWAN

Paper Calls for Liberalizing Foreign Trade	
(Editorial; CHINA POST, 27 Jul 86)	57

Briefs	
Trade Agreement With Ecuador	59
Trade With Japan	59
6.5 Percent Growth Forecast	59
First Half 1986 Foreign Investment	60

HONG KONG

PRC Companies Invest HK \$1 Billion in Industry	
(ZHONGGUO XINWEN SHE, 27 Jun 86)	61

Banker Denies Being Front for Shares Purchase	
(XINHUA Hong Kong Service, 14 Jul 86)	63

PRC Trust Body Sells Holdings in National Bank	
(Eva To; HONG KONG STANDARD, 2 Aug 86)	65

Briefs	
Domestic Exports Recovery	67
Bank Directors Meet	67

/1986

11 SEPTEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

PRC Economic Journal on Macroeconomic Equilibrium (Song Guoqing, Zhang Weiying; JINGJI YANJIU, No 6, 20 Jun 86)	1
-----------------------------------------------------------------------------------------------------------------------------	---

ECONOMIC MANAGEMENT

PRC Proposals To Control Fixed Asset Investment (Lin Senmu; JINGJI GUANLI, No 6, 5 Jun 86)	20
Anhui's Li Guixian Stresses Enterprise Reform (ANHUI RIBAO, 2 Aug 86)	27
Article on Technology Management (Shen Liangan; JINGJI GUANLI, No 7, 5 Jul 86)	29
Bohai Cooperative Technology Market Set Up (ZHONGGUO XINWEN SHE, 15 Aug 86)	40
JINGJI GUANLI on Composite Macroeconomic Controls (Liao Jianxin, Hu Zhongming; JINGJI GUANLI, No 7, 5 Jul 86)	41
Fujian Establishes Economic Ties With Other Provinces (ZHONGGUO XINWEN SHE, 14 Aug 86)	47
Shanghai Promotes Lateral Economic Cooperation (Shanghai City Service, 19 Aug 86)	48
Sichuan Government Discusses Economic Situation (Sichuan Provincial Service, 14 Aug 86)	49

Zhejiang Mountain Area Economy Meeting Opens (Zhejiang Provincial Service, 16 Aug 86)	50
Guangzhou Guarantees Funds for Key Projects (ZHONGGUO XINWEN SHE, 8 Aug 86)	51
Qinghai, Shandong Reach Agreement on 65 Projects (Qinghai Provincial Service, 16 Aug 86)	52
PRC Journal Carries Shipping Collective Petition (JINGJI GUANLI, No 7, 5 Jul 86)	53
Briefs	
Hunan Enterprise Reforms	56
Heilongjiang Economic Cooperation	56
Chongqing City Sets Up Project	56
Economic Ties Called for	56
New Commercial Combinations in Chongqing	57
Banks Work on Overdue Payments	57
Measures To Solve Capital Shortage	58
Economic Coordination Reviewed	58
Financial Group Links Enterprises	58
Technology Market Management Tried	58

FINANCE AND BANKING

Letter Details Innovations in PRC Financial Circles (Bzo Xin; LIAOWANG, No 32, 11 Aug 86)	60
Questions, Answers on Banks Trusts, Credit (JINGJI RIBAO, 28 Feb 86)	63
Insurance Services Expand in Beijing (Wei Lin; ZHONGGUO XINWEN SHE, 6 Aug 86)	68
Briefs	
Businesses, Families Insure Properties	70
Typhoon Victims Compensated	70
Bonds for Construction Issued	70

MINERAL RESOURCES

Mineral Resources Law of People's Republic of China (ZHONGGUO DIZHI, No 5, 13 May 86)	72
------------------------------------------------------------------------------------------------	----

FOREIGN TRADE AND INVESTMENT

Premier Zhao Ziyang's Offer to Foreign Investors Reported (CHINA DAILY, 11 Aug 86; XINHUA, 11 Aug 86)	82
CHINA DAILY Reports on Preferential Terms, by Chen Hui	82
XINHUA Reports on Incentives	83

Nei Monggol Seeks Foreign Economic Cooperation (XINHUA, 5 Aug 86)	85
Tianjin Official on Joint Ventures (XINHUA, 19 Aug 86)	86
Heilongjiang's Success in Flax Exports Noted (XINHUA, 10 Aug 86)	88
Hohhot Foreign Economic Cooperation Forum Closes (XINHUA, 12 Aug 86)	89
Briefs	
Bidding Starts on Port Expansion	90
Beijing-Foreign Joint Ventures	90

SPECIAL ECONOMIC ZONES

Shenzhen Port Project Begins Development Plans (Carolyn Leung; SUNDAY MORNING POST, 17 Aug 86)	91
---------------------------------------------------------------------------------------------------------	----

LABOR AND WAGES

Briefs	
Xiamen Workers Best Educated	93
Shaanxi Holds Conference	93

HONG KONG

Hong Kong Dailies Report Import, Export Increases (HONG KONG STANDARD, 14 Aug 86; SOUTH CHINA MORNING POST, 14 Aug 86)	94
8 Percent Export Increase, by Cynthia Sven	94
9 Percent Import Increase, by Paul Baran	95
Hong Kong Paper Notes Bank of China's Increased Activities (SOUTH CHINA MORNING POST, 13 Aug 86)	97
Briefs	
Foreign Trade Flourishes	100

/9986

CHINA REPORT
ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Chen Yun Cited on Capital Construction Strategy (Tian Jianghai; JINGJI YANJIU, No 7, 20 Jul 86)	1
Technological Transformation Investment Report (Chen Yongjie, et al.; JINGJI YANJIU, No 7, 20 Jul 86) ...	10
Journal on Traditional Employment Model (Huang Weide; JINGJI YANJIU, No 7, 20 Jul 86)	20

PROVINCIAL AFFAIRS

Yinchuan's Li Xuezhi Addresses Regional CPC Meeting (NINGXIA RIBAO, 22 Jul 86)	32
Minister Qian Zhengying Attends Beijing Water Forum (BEIJING RIBAO, 18 Jul 86)	37
Briefs Disaster Relief Work	39

ECONOMIC PLANNING

Gansu's Li Ziqi Meets Members of Loess Plateau Survey Team (Feng Xiao; GANSU RIBAO, 20 Jul 86)	40
Lhasa Hosts Regional Architectural Seminar (Xizang Regional Service, 18 Aug 86)	41

ECONOMIC MANAGEMENT

Wuhan Party Meeting Discusses Reform Policy Measures (Hubei Provincial Service, 13 Jun 86)	42
-----------------------------------------------------------------------------------------------------	----

Guangxi Economic Leader Stresses Ideological Work (Guangxi Regional Service, 13 Jun 86)	43
LIAONING Holds Conference on County-Level Reform (LIAONING RIBAO, 25 Jul 86)	44
Sichuan, Shanghai Develop Lateral Ties in Foreign Trade (Sichuan Provincial Service, 5 Aug 86)	46
Hubei Measures Reinforce Economic Departments (Mei Jun, Fang Zhengjun; XINHUA Domestic Service, 5 Aug 86)	47
Jilin Governor Speaks at Industrial Production Meeting (Jilin Provincial Service, 5 Aug 86)	48
Conference Opens on Development in Western Qinghai (Qinghai Provincial Service, 8 Aug 86)	49
Southwest Cooperation Meeting Opens in Lhasa (Xizang Regional Service, 18 Aug 86)	50
Briefs	
Shaanxi Industrial Sectors Decline	51
FINANCE AND BANKING	
Briefs	
Jiangxi Banking Development	52
INDUSTRY	
Market, Strategy for Developing Civil Aircraft (Cheng Feng; GUOJI HANGKONG, No 6, Jun 86)	53
LIAOWANG on Upgrading Chinese Industries (Huan Xiang; LIAOWANG OVERSEAS EDITION, No 31, 4 Aug 86)	59
Briefs	
Nei Monggol Industrial Production	67
Enterprise Creates New Products	67
Upward Trends in Textile Industry	67
Henan Textiles, Dyeing Combination	68
SMALL-SCALE ENTERPRISES	
Briefs	
Guangdong Township Enterprises Develop	69
Henan Combats Natural Disasters	69
Hebei Township Enterprises	70
Leaders Preview Exhibition Products	70

CONSTRUCTION

Briefs

Shijiu 10,000-Ton-Class Wharf	71
Jiangsu Xuzhou Railway Project	71
Heilongjiang Begins Reservoir Construction	71
Key Construction Work Meet	71

DOMESTIC TRADE

Briefs

Trade Fair Layout Inspected	73
Trade Fair, Economic Ties Meeting	73

FOREIGN TRADE AND INVESTMENT

Fuzhou Bank Aids Chinese-Foreign Joint Ventures (GUOJI SHANGBAO, 15 May 86)	74
MOFERT, Customs Import-Export Statistics Compared (GUOJI SHANGBAO, 22 May 86)	75
Wang Guangying on Business of Everbright Group (Qu Yueying; JINGJI CANKAO, 14 Aug 86)	78
Xian Commentary on Major Issues in Exporting (Shaanxi Provincial Service, 16 Aug 86)	79
Shaanxi Boosts Mechanical, Electrical Goods Export (Shaanxi Provincial Service, 16 Aug 86)	80
Briefs	
Nei Monggol Exports	81
Liaoning Foreign Trade	81
Shandong Uses Foreign Funds	81

SPECIAL ECONOMIC ZONES

Foreign Banks in Shenzhen (Shi Hua; GUOJI SHANGBAO, 15 May 86)	82
Journal on Shenzhen Situation Prospects (Fang Sheng; JINGJI YANJIU, No 6, 20 Jun 86)	83
Report on Tshekou Industrial District (Zhang Gensheng, et al.; RENMIN RIBAO, 4 Aug 86)	94
Briefs	
New Processing Areas Set Up	101
Shakou Supports Intellectual Salons	101

POPULATION

Sichuan Births Show Increase Over Last Year
(Sichuan Provincial Service, 10 Aug 86) 102

Briefs
Meeting on Family Planning 103

/9987

23 SEPTEMBER 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

LIAOWANG Notes 'Satisfactory' Economic Situation (Xu Yaozhong; LIAOWANG, No 30, 28 Jul 86)	1
RENMIN RIBAO on Job Opportunities in Cities, Towns (Wang Jin; RENMIN RIBAO, 4 Aug 86)	3

ECONOMIC DEVELOPMENT ZONES

Tianjin Plans Major Projects; Foreign Investment Sought (HANDELSBLATT, 21 Jul 86)	4
More Satellite Towns in Zhujiang Delta (RENMIN RIBAO, 24 Jun 86)	6

ECONOMIC PLANNING

PRC Shelves Three Gorges Dam 'Combined Province' Idea (To Yiu-ming; HONGKONG STANDARD, 15 Aug 86)	7
------------------------------------------------------------------------------------------------------------	---

ECONOMIC MANAGEMENT

Measures Outlined To Check Enterprise Losses (XINHUA Domestic Service, 29 Aug 86)	9
Role of Key Enterprises in Horizontal Economic Ties (GONGREN RIBAO, 23 Apr 86)	12
Briefs	
Technical Innovations Urged	18
Conference Stresses Development	18
City Planning, Construction Reforms	19
Factories Advertise for Directors	19

FINANCE AND BANKING

Briefs

People's Insurance Company Earnings	20
Beijing Buys Bonds	20

MINERAL RESOURCES

Briefs

Operations Target Mineral Resources	21
Peasants, Herdsmen Help in Mining	21
Mineral Deposits Found	22
Silver and Tin Mine Found	22
Gold Mine Belt Discovered in Shanxi	22

DOMESTIC TRADE

Briefs

Xizang Sells Houses	23
Southwest China Fair Concludes	23
Household Appliance Production	23

FOREIGN TRADE AND INVESTMENT

Soviet Review of PRC Trade Fair in Moscow (A. Zaitsev, A. Polekhin; SOTSIALISTICHESKAYA INDUSTRIYA, 26 Jul 86)	24
FRG Economic Institute Reviews Trade Deficit, Export Prospects (HANDELSBLATT, 17 Jul 86)	26
First Joint Venture With Jordan Viewed (THE JERUSALEM STAR, 31 Jul-6 Aug, 13-19 Aug 86)	28
Ceramic Factory	28
Details of Joint Venture Given, by Ibtisam Dababneh	28
Trade Ministry Official on Countertrade (Zhu Ling; RENMIN RIBAO, 13 May 86)	30
Fujian Welcomes Taiwan Business (Xu Yiming; RENMIN RIBAO, 24 May 86)	31
Fujian's Chinese-Foreign Township Enterprises (RENMIN RIBAO, 24 Jun 86)	32
Shenzhen Nonferrous Metals Exports (HANDELSBLATT, 21 Jul 86)	33
Guangdong To Enforce New Import, Export Inspection Rules (RENMIN RIBAO, 9 Jun 86)	34

Silk Export Official on Favorable Situation (Feng Xiao, Lu Zhenhua; RENMIN RIBAO, 20 May 86)	35
China's Technology Imports Since 1983 (RENMIN RIBAO, 24 May 86)	37
Briefs	
UK-FRG Steel Mill Reported	38
SPECIAL ECONOMIC ZONES	
Preferential Treatment for Foreign Banks in Shenzhen (RENMIN RIBAO, 24 Jun 86)	39
LABOR AND WAGES	
China Must Create 100 Million Jobs in Next Five Years (Xinhuashe; TA KUNG PAO, 7 May 86)	40
Perfection of Wage System Reform Discussed (Li Fuyu; GONGREN RIBAO, 24 Apr 86)	42
Female Enterprise Workers To Take Course (XINHUA, 24 Aug 86)	46
Labor Official Cites Benefits of Contract System (XINHUA, 31 Aug 86)	47
Xian Survey Compares Contract, Permanent Workers (Shaanxi Provincial Service, 7 Aug 86)	48
Briefs	
Labor Force as Labor Product	50
POPULATION	
Briefs	
Shanghai First City of Aged	51
TRANSPORTATION	
Anhui Party Leader Inspects Railway Work (Anhui Provincial Service, 8 Aug 86)	52
Zhengzhou Railway Bureau Plans Changes During 7th 5-Year Plan (Henan Provincial Service, 9 Aug 86)	53
CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS	
Analysis of Inflation Problem in Yugoslavia (Wang Zhan; SHIJIE JINGJI, No 3, 10 Mar 86)	54

TAIWAN

Compensation From U.S. Firm for Generator Fire To Be Sought (AFP, 13 Aug 86)	66
---------------------------------------------------------------------------------------	----

HONG KONG

Trade Official Ambivalent Toward Multi-Fiber Arrangement (Cynthia Suen; HONG KONG STANDARD, 5 Aug 86)	67
----------------------------------------------------------------------------------------------------------------	----

/7310

1 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Urban Leaders Point Out 'Painful Truth' of Problems (Zhang Bian; CHINA DAILY, 4 Sep 86)	1
JINGJI YANJIU on Economic Uncertainty, Bankruptcy (Wu Ming; JINGJI YANJIU, No 7, 20 Jul 86)	3
GUANGMING RIBAO on Realizing Ownership by Whole People (Zhu Liping; GUANGMING RIBAO, 23 Aug 86)	12

ECONOMIC MANAGEMENT

Lu Dong Urges Better Economic Efficiency (XINHUA, 30 Aug 86)	14
State Enterprise Losses Up 58.8 Percent (XINHUA, 30 Aug 86)	15
China To Adopt International Standards Over 3 Years (Li Tiezheng; JINGJI RIBAO, 2 Jun 86)	16
Commission Sets Measures on Checking Projects (XINHUA Domestic Service, 25 Aug 86)	18
Cartoon Views Management in China (WEN WEI PO, 1 Sep 86)	21
XINHUA Commentator Writes on Individual Economy (XINHUA Domestic Service, 29 Aug 86)	22
Briefs	
Northeast Signs Contracts	24
Changsha Insurance College Opens	24

- a -

FINANCE AND BANKING

Revenue Sharing Between Central, Local Governments (Qian Si; CAIZHENG, No 4, 8 Apr 86)	25
Reform of RMB Exchange Rate Policy (Wu Nianlu; ZHONGGUO JINRONG, No 5, 4 May 86)	29
People's Bank Branch Chiefs Urge Better Fund Management (ZHONGGUO JINRONG, No 6, 4 Jun 86)	35
Poorest Areas To Receive More Discounted Loans (XINHUA, 6 Sep 86)	40

CONSTRUCTION

National Urban, Rural Construction Archives Work Conference (Nei Monggol Regional Service, 7 Sep 86)	41
---------------------------------------------------------------------------------------------------------------	----

FOREIGN TRADE AND INVESTMENT

Hong Kong's Role in China's Economic Development (Piers Jacobs; GANG AO JINGJI, No 4, 20 Apr 86)	42
Shanghai Volkswagen Joint Venture Expects Profits by 1987 (FRANKFURTER ZEITUNG/BLICK DURCH DIE WIRTSCHAFT, 1 Aug 86)	47
Trade Curbs Successful in Halting Hard Currency Deficits (FRANKFURTER ZEITUNG/BLICK DURCH DIE WIRTSCHAFT, 31 Jul 86)	49
Briefs	
Munich Exhibit Planned	51
Japan Trade Volume Falling	51
Beijing Attracts Foreign Investment	52
New Export Quality Control System	52

SPECIAL ECONOMIC ZONES

Briefs	
Shenzhen Economic Development Prospers	53

LABOR AND WAGES

BANYUE TAN Discusses Labor Contract System (Wang Jianxin; BANYUE TAN, 10 Jun 86)	54
GUANGMING RIBAO on Animate Labor Market (Zhao Lukuan, Yang Tiren; GUANGMING RIBAO, 23 Aug 86) ..	58

TRANSPORTATION

Briefs	
Railway Renovation Program	61
Railway Trunk in East	61
Output, Profit Statistics	62

PUBLICATIONS

China To Publish First S&T White Paper
(Liang Yibang; JINGJI RIBAO, 26 May 86) 63

HONG KONG

Increase in Studies of Hong Kong Economy Reported
(Cheng Xiang; WEN WEI PO, 27 Aug 86) 64

/7310

6 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Visit With Ma Ding at Nanjing University
(Wang Yongli; CHING PAO, No 6, 10 Jun 86) 1

FINANCE AND BANKING

- People's Bank Head Outlines Financial Program for 1986
(Chen Muhua; ZHONGGUO JINRONG, No 4, 4 Apr 86) 6
- Banking System Reform in Seventh 5-Year Plan
(Wang Shaofei; CAIJING KEXUE, No 3, 30 May 86) 15

INDUSTRY

- Shipbuilding Industry Doubles Overseas Sales
(Wang Ganxgwxbbh; CHINA DAILY, 23 Aug 86) 20
- Briefs
Motor Vehicle Plants Incorporate 22

CONSTRUCTION

- Ye Rutang Reviews Urban Construction Development
(XINHUA, 1 Sep 86) 23
- Briefs
Heilongjiang Rail Link 24

DOMESTIC TRADE

- Preferential Policies Between Hunan, Shanghai Announced
(Fan Tianyi; JIEFANG RIBAO, 11 Jun 86) 25

FOREIGN TRADE AND INVESTMENT

Use of Overall Compensation in Sino-Soviet Border Trade (Zhu Guang; GUOJI MAOYI WENTI, No 2, 1986)	27
Qingdao, Yantai Ready for Foreign Investment (XINHUA, 12 Sep 86)	35
Patented Inventions To Be Sold Overseas (Eva To; HONG KONG STANDARD, 13 Sep 86)	36
Briefs	
Chemical Products Export Increase	38
Oil Export Reduction	38

SPECIAL ECONOMIC ZONES

Technological Revolution, Development Tactics in SEZ's (Li Haifeng, et al.; GUANGDONG SHEHUI KEXUE, No 1, Mar 86)	39
----------------------------------------------------------------------------------------------------------------------	----

POPULATION

Beijing's Floating Population During Economic Reforms (Wang Shuxin, Feng Litian; RENKOU YU JINGJI, 25 Feb 86)	48
Tian Fang: Move Population Where It Is Most Needed (Fang Meng; PEOPLE'S DAILY OVERSEAS EDITION, 21 May 86)	57
Two Provinces, One Municipality Preliminary Census Report (RENKOU YANJIU, Mar-Apr 86)	61
Critique of Census Methodology (Bai Jianhua; RENKOU YANJIU, 1986)	69

/9987

9 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

ENERGY: STATUS AND DEVELOPMENT--53

CONTENTS

NATIONAL POLICY

- State S&T Commission Studies Long Range Energy Models
(RENMIN RIBAO, 3 Jul 86)..... 1

POWER NETWORK

- Foreign Capital Big Factor in Power Projects
(Xu Yuanchao; CHINA DAILY, 17 Sep 86)..... 3
- Status Of, Outlook for Guangdong's Power Supply
(Hu Chuangwei; JINGJI DAOBAO [ECONOMIC REPORTER],
No 27, 14 Jul 86)..... 5

HYDROPOWER

- More Hydropower Stations on Huang He Proposed
(XINHUA, 18 Aug 86)..... 8
- Longyangxia Project Set To Generate Power by 1987
(GANSU HUABAO, No 3, 1986)..... 9
- Hongshui He's Hydropower Resources Being Quickly Developed
(RENMIN RIBAO (OVERSEAS EDITION), 19 Aug 86)..... 10
- Briefs
Work on Lijiaxia Begun..... 11

THERMAL POWER

- Developments, Prospects for Power Plant Boiler Technology
(DONGLI GONGCHENG [POWER ENGINEERING], No 1,
15 Feb 86)..... 12

Sichuan Plant Turns Out Nation's Biggest Steam Turbine (RENMIN RIBAO, 11 Jun 86).....	23
Anhui To Turn Coal City Into 'Power City' (XINHUA, 11 Sep 86).....	24
Briefs	
Lanzhou 800MW Plant	25
Dalian Builds Power Plant	25
Zhangze Adds Generator	25

COAL

Technological Progress, Economic Effectiveness in Coal Industry (Ye Qing; SHIJIE MEITAN JISHU [WORLD COAL TECHNOLOGY], No 6, Jun 86).....	26
Work on Support Base for Shenmu Field Begun (XINHUA, 19 Aug 86).....	36
Big Strip Operations Seen Easing Shortages in Northeast (RENMIN RIBAO (OVERSEAS EDITION), 21 Jul 86).....	37
Development of Cleaner Coal Based Fuels Urged (Fan Weitang; MEITAN KEXUE JISHU [COAL SCIENCE AND TECHNOLOGY], 25 Jul 86).....	38
New Dressing Plant Completed in Yinchuan (XINHUA, 1 Sep 86).....	40
Distribution of Coal Sulphur Content Studied (Lui Yingjie, et al.; MEITAN KEXUE JISHU [COAL AND SCIENCE AND TECHNOLOGY], 25 Jul 86).....	41
Anhui Output To Reach 60 Million Tons Per Year by 2000 (XINHUA, 10 Sep 86).....	51
Briefs	
Large Coal Field Verified	52
460-Million-Ton Gansu Field	52
Export Plans	52

OIL AND GAS

Tumbling Prices Bring Slowdown to Offshore Exploration (XINHUA, 19 Aug 86).....	53
Significant Advances in Oil, Gas Prospecting During 6th FYP (Li Gansheng; SHIYOU YU TIANRANQI DIZHI [OIL AND GEOLOGY], No 2, Jun 86).....	55

Taiwan Straits Geophysical Survey Completed (Zhang Chuxiong; CHINA DAILY, 11 Aug 86).....	60
Deposits in 16 Natural Gas Fields Verified (XINHUA, 14 Aug 86).....	61
South China Sea Oil Field Begins Operations (XINHUA, 11 Aug 86).....	62
Daqing Oil Field Chief Engineer Comments on Stable Output (XINHUA, 6 Aug 86).....	63
Briefs	
Huabei Output	64
Dagang Increases Output	64
Henan Field Maintains Stable Flow	64
Gudong Production	64
Reduced Exports	65
Xinjiang Steam Injection	65

NUCLEAR POWER

France To Transfer Advanced Safety Technology 'Free of Charge' (Wu Jingshu; CHINA DAILY, 21 Jul 86).....	66
Progress of Construction of Qinshan Detailed (Meng Fanxia; LIAOWANG [OUTLOOK] OVERSEAS EDITION, 7 Jul 86).....	68
Shanghai Petrochemical Complex Nuclear Heating, Power Plant Viewed (Guo Zuodong, et al.; HE DONGLI GONGCHENG [NUCLEAR POWER ENGINEERING], No 2, Apr 86).....	73
450MW PWR for Jinshan Nuclear Heat, Power Plant (Shen Lubing; HE DONGLI GONGCHENG [NUCLEAR POWER ENGINEERING], No 2, Apr 86).....	82
Briefs	
Heavy Water Reactor Tests	87

SUPPLEMENTAL SOURCES

Alternative Energy Conference Ends in Hohhot (XINHUA, 2 Sep 86).....	88
-------------------------------------------------------------------------	----

CONSERVATION

Light Industry Makes Impressive Gains in Energy Conservation (ZHONGGUO QINGGONGYE BAO, 27 Apr 86).....	89
-----------------------------------------------------------------------------------------------------------	----

More Power Plants Being Converted From Oil to Coal (XINHUA, 25 Jul 86).....	91
--------------------------------------------------------------------------------	----

Briefs	
Six Million Tons of Coal Saved	92

/12223

10 OCTOBER 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Journal on Reform Tasks in Market Formation (Diao Xinshen; JINGJI YANJIU, No 8, 20 Aug 85)	1
Paper on Minority Economic Development in West (Shi Yi; RENMIN RIBAO, 12 Sep 86)	13
Briefs	
Economic Status for Hainan Island	15
Small Trade Businesses Decentralized	15

PROVINCIAL AFFAIRS

Lu Dong Speaks on Developing Xinjiang's Economy (Xinjiang Regional Service, 15 Sep 86)	16
-------------------------------------------------------------------------------------------------	----

ECONOMIC PLANNING

Hunan's Role in Comprehensive National Economic Plans (Jiang Jianguo, Gong Xunli; JINGJI DILI, No 1, Feb 86) ..	18
Liaoning Holds Meetings on Economic Development (LIAONING RIBAO, 24 Aug 86)	26

ECONOMIC MANAGEMENT

Zhao Ziyang Speaks About Current Reform (ZHONGGUO JINGJI TIZHI GAIGE, No 2, 23 Feb 86)	28
Poll Shows 82 Percent of People Support Reform (XINHUA, 12 Sep 86)	30

Result of Survey on Social Reaction to Price Changes (Yang Guansan; RENMIN RIBAO OVERSEAS EDITION, 28 Mar 86) .	32
RENMIN RIBAO on Ownership System Reform (Shang Xuanli; RENMIN RIBAO, 1 Sep 86)	35
Article Analyses Major Reform Measures (Pei Ni; CHIUSHI NIENTAI, No 200, 1 Sep 86)	41
Anhui Circular on Raising Construction Funds (Anhui Provincial Service, 15 Sep 86)	48
Chongqing Implements Assets Management System (Sichuan Provincial Service, 16 Sep 86)	49
Chongqing To Give Managers More Responsibility (XINHUA, 5 Sep 86)	50
Guangxi Holds Conference on Providing Work as Relief (Guangxi Regional Service, 4 Sep 86)	52
Hubei Economic Leaders Speak on Plan Fulfillment (Hubei Provincial Service, 12 Sep 86)	53
Shaanxi Province Holds Financial Work Conference (Shaanxi Provincial Service, 7 Sep 86)	55
Jilin Lateral Economic Cooperation Developed (Jilin Provincial Service, 4 Sep 86)	56
Qinghai, Jiangsu Agree To Expand Economic Ties (Qinghai Provincial Service, 28 Aug 86)	57
Qinghai Urges Cutting Spending, Boosting Revenue (Qinghai Provincial Service, 12 Sep 86)	58
State Council Notice on Material Management (XINHUA Domestic Service, 17 Sep 86)	59
Briefs	
Sichuan Auditing Chief on Achievements	62
Xinjiang Conference on Production	62
Cooperation Among Provinces Urged	62
Assessment of Construction Projects	63
Anhui Governor at Industrial Meeting	63

FINANCE AND BANKING

Shanghai Expands Role as Financial Center (XINHUA, 14 Sep 86)	64
XINHUA: Daily Views Functioning of PRC Bond Market (XINHUA, 16 Sep 86)	65

Xizang Conference on Finance, Taxation, Construction Banks (Xizang Regional Service, 10 Sep 86)	67
Shandong Holds Meeting of People's Bank Directors (Shandong Provincial Service, 11 Sep 86)	68
Briefs	
Expanded Foreign Trade Insurance	70
Independent Financial Centers in Shanghai	70
Capital Market Transactions	70

INDUSTRY

Phenomenal Changes in China's Textile Industry (JINGJI XIAOXI, 4 Apr 86)	71
Shaanxi Governor Reviews Industrial Problems (Shaanxi Provincial Service, 14 Sep 86)	72
City of Wenzhou Seen as 'Model' in Household Industry (XINHUA, 9 Sep 86)	73
Tianjin's First Light Industry To Export More Products (Ding Liang; ZHONGGUO QINGGONGYE BAO, 4 Apr 86)	75
Briefs	
China's Textile Development Trends	77

LABOR AND WAGES

Shaanxi Vice Governor Urges Poor Areas To Export Labor (Shaanxi Provincial Service, 4 Sep 86)	78
Regulations Governing Unemployment Insurance (XINHUA Domestic Service, 9 Sep 86)	79
Regulations on Dismissal of Enterprise Workers (XINHUA Domestic Service, 9 Sep 86)	83
Enterprise Workers Recruiting Regulations (XINHUA Domestic Service, 9 Sep 86)	85
Tianjin Trade Union Council Opens 11th Congress (TIANJIN RIBAO, 2 Sep 86)	88
Guangdong Advances in Labor System Reform Noted (Guangdong Provincial Service, 10 Sep 86)	90
Beijing Plans To Implement Labor Reform (BEIJING RIBAO, 4 Sep 86)	91

Briefs

Shaanxi Contract Workers	93
Shaanxi Miners' Wages Docked	93
Labor Exchanges Help Workers	93

TRANSPORTATION

Briefs

Jiangsu Port Boosts Capacity	94
------------------------------	----

PUBLICATIONS

Briefs

New Monthly Journal	95
---------------------	----

/9987

15 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

Comments on New York Chung Pao's Review of Ma Ding Article (JINGJIXUE ZHOUBAO, 13, 20 Apr 86)	1
Experts Discuss Review of Ma Ding Article	1
Background of Publication, by Liu Shiding	2
Visit With Ma Ding at Nanjing University (Wang Yongli; CHING PAO, No 6, 10 Jun 86)	6

ECONOMIC DEVELOPMENT ZONES

Overview of Economic Growth in Wenzhou (Lu Shengliang; RENMIN RIBAO, 29 May 86)	11
------------------------------------------------------------------------------------------	----

ECONOMIC PLANNING

Formation of Northeast Economic Region Reported (Li Yongzeng; LIAOWANG OVERSEAS EDITION No 13, 31 Mar 86)	17
Formation of Bohaiwan Economic Region Reported (Yang Haitian, Dong Yunsha; LIAOWANG OVERSEAS EDITION No 13, 31 Mar 86)	21
Achievements in Sixth 5-Year Plan Highlighted (LIAOWANG OVERSEAS EDITION, No 13, 31 Mar 86)	25
Development of Xizang's Natural Advantages Discussed (Wang Daben; JINGJI DILI, No 1, Feb 86)	30

FINANCE AND BANKING

Function of Insurance in Chinese Economy Discussed (Chen Zhonghsiang; LIAOWANG OVERSEAS EDITION, No 28, 14 Jul 86)	37
--------------------------------------------------------------------------------------------------------------------------------	----

SMALL-SCALE ENTERPRISES

Township, Town Enterprises in Shanxi Discussed (ZHUANYEHU JINGYING BAO, 3 May 86)	42
Guidelines for Small-Scale Enterprises Presented (Meng Fulin; ANHUI RIBAO, 20 May 86)	45
Great Advances in Township, Town Enterprises Reported (Zhang Guangshun; NONGMIN RIBAO, 28 May 86)	50
Measures for Township Enterprise Funding Discussed (Li Liqiang; BEIJING RIBAO, 30 Jun 86)	52

FOREIGN TRADE AND INVESTMENT

Li Wenmin Scores Western Trade Protectionism (XINHUA, 3 Sep 86)	54
Discrepancy in Import, Export Statistics Explained (Ge Xiaodong; JINGJI RIBAO, 4 Mar 86)	55
Shanghai Reports Growth in Suburban Export Production (GUOJI SHANGBAO, 20 Mar 86)	58
Fujian Reports Heavy Use of Foreign Credit (RENMIN RIBAO OVERSEAS EDITION, 30 Mar 86)	59
Zheng Tuobin, Yu Fei Discuss Foreign Trade Laws, Conditions (WEN WEI PO, 16 Apr 86)	60
Zheng Tuobin Outlines Future Reform in Foreign Trade (WEN WEI PO, 16 Apr 86)	63
Hebei's Utilization of Foreign Capital (HEBEI RIBAO, 28 Mar 86)	65
Compensation Claims Urged for Improper Imports (XINHUA Domestic Service, 3 Sep 86)	67
Commentary on Encouragement of Foreign Investment (GUOJI SHANGBAO, 14 Aug 86)	68
Fair Treatment Sought for Chinese-Foreign Joint Ventures (Xiao Xiong; JINGJIXUE ZHOUBAO, 29 Jun 86)	69
Analysis of Joint Venture Foreign Partners Urged (Qin Zongwen; JINGJIXUE ZHOUBAO, 29 Jun 86)	72
RENMIN RIBAO Reviews Joint Ventures Experience (XINHUA, 29 Aug 86)	74

Good Start Made in Heilongjiang's Textile Exports (Liu Chengrong; HEILONGJIANG RIBAO, 7 Apr 86)	76
CHINA DAILY Commentary on Investment Climate (CHINA DAILY, 25 Aug 86)	78
Briefs	
Shaanxi's Aviation Technology Fair	80
Sino-Hungarian Trade Potential	80
Shanghai's First-Quarter Exports	81
Shaanxi Export Exhibition	81
Xinjiang-Soviet Central Asia Trade	81
Sino-Japanese Compensation Trade	81
BOC Loans to Foreign Investors	82

/9986

17 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

LIAOWANG Views Changes in China in Past 10 Years (LIAOWANG OVERSEAS EDITION, No 36, 8 Sep 86)	1
RENMIN RIBAO Urges Developing Buyers' Market (Liu Guoguang; RENMIN RIBAO, 15 Sep 86)	7

ECONOMIC DEVELOPMENT ZONES

Briefs	
Economic Development Zone Established	12
Dalian Development Zone	12

ECONOMIC MANAGEMENT

Zhao Ziyang Discusses Price, Urban Reform in Wuhan Speech (Zhao Ziyang; ZHONGGUO JINGJI TIZHI GAIGE, No 1, 23 Jan 86)	13
Reform of Enterprise Structure Central to Urban Reform (Hua Sheng, et al.; JINGJI RIBAO, 12 Jul 86)	22
Journal on Easing Shortage of Current Capital in PRC (Yu Yan; JINGJI GUANLI, No 8, 5 Aug 86)	31
JINGJI GUANLI on Tight Money Policy in Towns (Xue Tao; JINGJI GUANLI, No 8, 5 Aug 86)	39
Distribution Relationship Between State, Enterprise Discussed (Zhou Shaopeng; JINGJI GUANLI, No 8, 5 Aug 86)	43
Briefs	
Readjustment of Defense Industry	53

INDUSTRY

Industrial Production Rises in June After Drop in May (Cheng Yuan; JINGJI RIBAO, 7 Jul 86)	54
Tertiary Industry Continues Fast Growth (Cheng Yuan; JINGJI RIBAO, 4 Jul 86)	56
China Secures 13 Shipbuilding Contracts (Hong Cang; CHUANGO SHIJIE, 4 Jul 86)	58

SMALL-SCALE ENTERPRISES

Market Trade Hits All-Time High in 1986 (RENMIN RIBAO, 5 Jun 86)	60
Guangdong Township, Town Enterprises Prosper (Rong Guangfeng; GUANGDONG NONMIN BAO, 18 Apr 86)	61

FOREIGN TRADE AND INVESTMENT

Interest in Commodities Exchange May Be Aimed at Gold Sales (Udo Rettberg; HANDELSBLATT, 1 Sep 86)	63
Wide Range of Commitment Among Resident Western Banks (HANDELSBLATT, 1 Sep 86)	64
Guangdong Exports Reach Record High (Zhu Fucheng; GUOJI SHANGBAO, 23 Jun 86)	65
Shandong Foreign Trade Earnings Increase in 1985 (XINHUA, 10 Sep 86)	67
Fujian Conference Spotlights Export Exchange Earnings (Weng Xinhui, Zhou Junxiang; FUJIAN RIBAO, 2 Apr 86) ...	68
Xinjiang Signs 28 Contracts Involving Foreign Investment (Li Yanlin; XINJIANG RIBAO, 28 May 86)	70
Briefs	
Foreign Investors Offered More Projects	72
Guangzhou Tops Export Targets	72
Guangdong Commodity Rebate System	73
Shandong Exports Exceed \$300 Million	73

SPECIAL ECONOMIC ZONES

Liang Xiang Discusses Problems of, Prospects for Shenzhen (Ou Qinglin; GUOJI SHANGBAO, 3 Apr 86)	74
Shenzhen's Development Prospects Assessed (Li Hao Interview; WEN HUI BAO, 2 Jul 86)	77

Obstacles to Further Growth in Special Economic Zones (WEN WEI PO, 3 Jul 86)	80
Old Ideas Blamed for Slowness in Opening Up Fujian (XINHUA, 11 Sep 86)	82

POPULATION

Wang Wei Report on Family Planning Work (Wang Wei; RENKOU YU JINGJI, No 2, 25 Apr 86)	83
Early Report on First Complete Fertility Survey (RENKOU YANJIU, 29 May 86)	89

TRANSPORTATION

Construction of Seven Major Transport Lines Set (ZHONGGUO XINWEN SHE, 20 Sep 86)	101
Speeded Up Road Construction Urged for Economic Development (Lin Xiangwei; GONGLU, No 11, 25 Nov 85)	103

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Progress of Soviet Economic Reforms Discussed (Wang Wenxiu; SHIJIE JINGJI, 10 May 86)	109
------------------------------------------------------------------------------------------------	-----

/9986

20 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

- Circular Issued on Major Economic Targets
(JINGJI CANKAO, 4 Sep 86)..... 1

PROVINCIAL AFFAIRS

- He Zhukang Inspects Production, Relief Work
(Henan Provincial Service, 14 Sep 86)..... 6

ECONOMIC PLANNING

- Nei Monggol Chairman on Foreign Economic, Cultural Exchanges
(Nei Monggol Regional Service, 10 Sep 86)..... 8

- Shanghai Following Guidelines of Seventh 5-Year Plan
(WEN HUI BAO, 27 Apr 86)..... 9

- Briefs
Shandong Conference's Development Goals 11

AGGREGATE ECONOMIC DATA

- Briefs
Gansu August Industrial Output 12
Monthly Industrial Output Value 12
Henan Industrial Output 12
Hunan Industrial Progress 12

ECONOMIC MANAGEMENT

- LIAOWANG Views Nation's Economic Situation, Reform
(LIAOWANG, No 36, 8 Sep 86)..... 13

- a -

Journal's Views on Current Economic Situation Cited (XINHUA, 21 Sep 86).....	15
Benefits of Economic Reforms Viewed by Region (XINHUA, 21 Sep 86).....	17
Private Sector Development Policy Reaffirmed (XINHUA, 23 Sep 86).....	18
Survey Notes New Commodity Circulation System (XINHUA, 24 Sep 86).....	19
Sichuan Vice Governor on Industry, Communications (Sichuan Provincial Service, 6 Sep 86).....	21

FINANCE AND BANKING

Financial Minister's Speech on Construction Bank (Wang Bingqian; CAIZHENG YANJIU [FISCAL SCIENCE], No 4, 28 Apr 86).....	22
Paper Cites LIAOWANG Report on Foreign Exchange Reform (WEN WEI, 20 Sep 86).....	31
Briefs	
Monetary Reform Experiments	33
Chen Muhua Speaks in Xian	33

MINERAL RESOURCES

Briefs	
Mining Industry Develops Rapidly	34
Xinjiang Gold Production	34

INDUSTRY

Paper Reports on New Products in Nation's Automotive Industry (Zhong Boyuan; RENMIN RIBAO (OVERSEAS EDITION), 14 May 86).....	35
Lateral Ties Contribute to Liaoning's Industrial Development (Zhou Baohua; RENMIN RIBAO (OVERSEAS EDITION), 28 Apr 86).....	37
Shanghai Baoshan Steelworks Reported Operating Smoothly (XINHUA, 15 Sep 86).....	39

SMALL-SCALE ENTERPRISES

Peasant Salesmen's Role in Commodity Production (XINHUA, 13 Sep 86).....	40
-----------------------------------------------------------------------------	----

Guangxi Regulations on Township Enterprises (Guangxi Regional Service, 8 Sep 86).....	41
------------------------------------------------------------------------------------------	----

Briefs Shaanxi Township, Town Enterprises	44
----------------------------------------------	----

CONSTRUCTION

Baoji-Zhongwei Railway To Be Constructed (JINGJI XIAOXI, 22 Apr 86).....	45
Work Starts on Beijing Unit-Purchase Residences (XINHUA, 15 Sep 86).....	47

FOREIGN TRADE AND INVESTMENT

Paper Views GATT Membership Application, Participation (Editorial; WEN WEI PO, 15 Jul 86).....	48
Increase in Trade Through Hong Kong Reported (RENMIN RIBAO [OVERSEAS EDITION], 26 Jul 86).....	51
State 'Sprucing Up' Foreign Investment Environment (Wang Xiangwei; CHINA DAILY (BUSINESS WEEKLY SUPPLEMENT), 17 Sep 86).....	52
Inquiry Examines Investment Ventures (Chen Zhisong; CHINA DAILY, 17 Sep 86).....	54
Hiring, Firing Autonomy for Foreign Firms Under Study (FRANKFURTER ZEITUNG/BLICK DURCH DIE WIRTSCHAFT, 19 Aug 86).....	56
RENMIN RIBAO on Bright Investment Prospects (XINHUA, 19 Sep 86).....	57
Gold Production Rising, 10.03 Tons Exported So Far in 1986 (FRANKFURTER ZEITUNG/BLICK DURCH DIE WIRTSCHAFT, 15 Aug 86).....	58
Briefs	
Ties With Hong Kong	60
Agricultural Machinery Exports	60
Rise in Foreign Trade Reported	60
PRC Railroad Aid Continues	60
Zambian Railroad Aid Continues	61

SPECIAL ECONOMIC ZONES

Special Economic Zones Development Favorable (XINHUA, 17 Sep 86).....	62
--------------------------------------------------------------------------	----

LABOR AND WAGES

Five-Day Work Week in Industry, Service Under Consideration (FRANKFURTER ALLGEMEINE, 14 Aug 86).....	63
---------------------------------------------------------------------------------------------------------	----

POPULATION

National Conference on Problems of Aged Opens (XINHUA, 16 Sep 86).....	64
Shanxi Notes 'Partial Loss of Population Control' (Shanxi Provincial Service, 15 Sep 86).....	65

TRANSPORTATION

Li Peng Addresses Defense Transport Conference (XINHUA, 11 Sep 86).....	67
Dalian To Open Air Route to Hong Kong (XINHUA, 11, 13 Sep 86).....	68
Airport Renovation Project Begun	68
Flights Scheduled	68
More Civilian Airports Under Construction (ZHONGGUO XINWEN SHE, 11 Sep 86).....	69
Briefs	
National Defense Highways	70
Trucking Transport of Goods	70
More Highways for Qinghai Province	70

TAIWAN

Export Boom Unaffected by NT Dollar Appreciation (CNA, 9 Sep 86).....	71
Decision To Cut Tariffs to Open Market (CNA, 11 Sep 86).....	72
High Tech Research, Development Plans Approved (CNA, 15 Sep 86).....	73
Finance Ministry To Review Import Tariffs (CNA, 17 Sep 86).....	74
Briefs	
MOEA To Spur Investment Abroad	75

HONG KONG

Economic Stability Reported Growing in Hong Kong (XINHUA, 16 Sep 86).....	76
------------------------------------------------------------------------------	----

/12223

- d -

22 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Noted Economist Discusses Economic Theories (JINGJIXUE ZHOUBAO, 4, 18 May 86)	1
On Marxist Economics, by Yu Guangyuan	1
On Study, 3 Issues, by Song Ping	3
Reform of Statistical Work of Industrial Enterprises (Song Ying, Wang Qiang; TONGJI YANJIU, No 3, 7 Jun 86) ...	5

ECONOMIC DEVELOPMENT ZONES

Open Cities' Pressing Problems Discussed (Zhang Hua; JINGJIXUE ZHOUBAO, 22 Jun 86)	13
Fuzhou's Mawei Development Zone Progresses (ZHONGGUO XINWEN SHE, 20 Aug 86)	15
Heilongjiang Cities, Jilin Prefecture Form Economic Zone (Heilongjiang Provincial Service, 29 Aug 86)	16

ECONOMIC MANAGEMENT

Minister of Commerce on Commercial Reform (Liu Yi; BAN YUE TAN, 25 Apr 86)	17
Li Yining Gives Views on Economic Reform (Xu Xu; LIAOWANG OVERSEAS EDITION, No 27, 7 Jul 86)	20

INDUSTRY

Production of Light Industries Shows Steady Increase (Zheng Baiyu; ZHONGGUO QINGGONGYE BAO, 10 Jul 86)	24
-----------------------------------------------------------------------------------------------------------------	----

Machinery Industry Must Expand To Meet Seventh 5-Year Plan (Wang Zheng; RENMIN RIBAO OVERSEAS EDITION, 21 Jul 86) ...	26
New Truck Test-Produced by 'Number One Auto Plant' (Zhang Xingwen; JILIN RIBAO, 16 Jul 86)	29
Ordinance Industry Potential To Be Further Developed (Chen Siyi; LIAOWANG, No 28, 14 Jul 86)	32
More Civilian Products Asked of Shaanxi Ordinance Industry (Shen Yunjun; SHAANXI RIBAO, 9 Jun 86)	34
Industries in Anhui Register Rapid Growth in 1986 (Jin Sheng; ANHUI RIBAO, 9 Jul 86)	36
Jiangxi Industrial Growth Rate Ranks First in Country (Bi Zijiang; JIANGXI RIBAO, 10 Jul 86)	38
Jilin Industrial Growth Stable in First Half of Year (JILIN RIBAO, 8 Jul 86)	40
Shanghai Mayor Urges Further Industry Reforms (WEN HUI BAO, 3 Jul 86)	42
New Building Materials Featured at Xiamen Trade Show (Xiao Tihuan, Cuo Yiming; RENMIN RIBAO, 9 Jul 86)	44

SMALL-SCALE ENTERPRISES

Growth of National Small-Scale Enterprises Described (Shan Zhiqiang; RENMIN RIBAO OVERSEAS EDITION, 31 Jul 86)	46
China's Township, Town Enterprises Discussed (Miao Fuchun; NONGYE JINGJI XIAOGUO, No 2, 25 Apr 86)	47
New Development of Urban-Rural Combination in Beijing (Wang Ying, Chang Yongping; ZHONGGUO XIANGZHENQIYE BAO, 19 Mar 86)	60
Heilongjiang Township, Town Enterprises Prosper (Xu Diangong; HEILONGJIANG RIBAO, 25 Jul 86)	62
Guiding Principle of Township Enterprises in Sichuan (SICHUAN RIBAO, 21 Mar 86)	63
Shanghai's Experience in Achieving Prosperity (Gong Jiemin; ZHONGGUO XIANGZHEN QIYE BAO, 30 Apr 86)	65
Zhejiang Exports Township Enterprises Products (ZHONGGUO XIANGZHENQIYE BAO, 26 Mar 86)	68

Zhejiang Enterprises Overfulfill Tasks for 1985 (Zhu Jie; ZHONGGUO XIANGZHEN QIYE BAO, 26 Apr 86)	70
------------------------------------------------------------------------------------------------------------	----

CONSTRUCTION

Urban Construction Results in Sixth 5-Year Plan Detailed (Lu Ming; CHENGXIANG JIANSHE, No 7, 5 Jul 86)	72
Briefs Pingquan-Shuangjing Highway	75

DOMESTIC TRADE

Spread of Shanghai's Lateral Economic Ties Reported (Sang Xun, Huang Jiasheng; JIEFANG RIBAO, 12 May 86)	76
Growth in Shanghai's Source of Export Goods (Chen Xuela, Gao Xiaoxiao; JIEFANG RIBAO, 23 May 86)	78

FOREIGN TRADE AND INVESTMENT

Agreement With FRG To Co-Produce Passenger Planes Reported (WEN WEI PO, 3 Jul 86)	81
Eight Ships To Be Delivered for Export in First Quarter (Zhong Xin; GUOJI SHANGBAO, 12 May 86)	82
New, Flourishing Enterprise With 'Bright Prospects' (Editorial; GUOJI SHANGBAO, 12 May 86)	83
Export of Textile, Light Industrial Products Sets Record (Li Jian; GUOJI SHANGBAO, 14 Jul 86)	85
Increase in Exports of Domestic, Livestock Products (Li Weimin; GUOJI SHANGBAO, 14 Jul 86)	87
Foreign Investment-Run Enterprises in Beijing Grow (BEIJING RIBAO, 18 Aug 86)	88
Guangdong Suffers \$280 Million Foreign Exchange Deficit (Zuo Shaozhen; MING PAO, 18 Jul 86)	90
Hebei Economic Cooperation, Commodity Trade Meeting Ends (Hebei Provincial Service, 12 Sep 86)	92
Heilongjiang Province Boosts Border Trade (ZHONGGUO XINWEN SHE, 29 Aug 86)	93
Shanghai Accumulates Foreign Capital (Xu Quiliang; RENMIN RIBAO OVERSEAS EDITION, 8 Jul 86) ...	94

Shanghai Acts on JV Foreign Exchange Balance Problems (Li Zhiyong; RENMIN RIBAO OVERSEAS EDITION, 14 Jul 86) ...	96
Xizang Increases Foreign Trade Volume (Xizang Regional Service, 21 Sep 86)	98
Shanghai Focuses on Developing Four Key Export Products (Xia Zhenfei; WEN HUI BAO, 24 Jul 86)	99
Briefs	
Shandong Cotton Exports	100
Yugoslav Trade Prospects	100

SPECIAL ECONOMIC ZONES

Output Value of PRC-Foreign Ventures in Shenzhen Up (ZHONGGUO XINWEN SHE, 20 Aug 86)	101
Briefs	
Bank Modifies Loan Portfolio	102
Shenzhen Resumes Capital Construction	102

POPULATION

Aging of Population Poses Challenge (Yang Taoyuan; LIAOWANG OVERSEAS EDITION, No 30, 28 Jul 86)	103
Shaanxi Population Link to Social, Economic Development (Jiang Zhenghua, et al.; RENKOU YU JINGJI, No 3, 25 Jan 86)	107

TRANSPORTATION

Reform in China's Railway Sector Discussed (Xu Minhe, Zhu Haiyan; LIAOWANG, No 26, 30 Jun 86)	115
--------------------------------------------------------------------------------------------------------	-----

/9987

27 OCTOBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

Liu Guoguang on Price Reform Issues, Tasks (Liu Guoguang; CAIMAO JINGJI, No 5, 11 May 86)	1
Price Reform During Seventh 5-Year Plan (Chang Qing; LIAOWANG OVERSEAS EDITION, 16 Jun 86)	12
JINGJI YANJIU on Rural Nonagricultural Industry (JINGJI YANJIU, No 8, 20 Aug 86)	17

ECONOMIC MANAGEMENT

Shenyang's Three Major Experiments (Zhou Baohua, Lin Chen; LIAOWANG, No 25, 23 Jun 86)	47
-------------------------------------------------------------------------------------------------	----

FINANCE AND BANKING

Financial Balance Reported Achieved in Every 5-Year Plan (CAIZHENG, No 5, 8 May 86)	53
Bank of China Outlines Major Tasks for 1986 (Wang Deyan; ZHONGGUO JINRONG, No 4, 4 Apr 86)	54
Fulfillment of Budgetary Target for 1986 Stressed (Wang Bingqian; ZHONGGUO SHUIWU, No 5, 12 May 86)	58

INDUSTRY

Tertiary Industry Newly Emerging Force in Country (Ji Xing; LIAOWANG OVERSEAS EDITION, No 28, 14 Jul 86)	63
Development of Ship Dismantling Industry Discussed (Wu Xiuwen; WUZI GUANLI, No 5, 20 May 86)	66
Guangdong's Industrial Growth Rate Discussed (Tang Weiying, et al.; KAIFANG, No 5, 8 May 86)	70

New Development of Shaanxi's Metallurgical Industry (Cao Shangyu; SHAANXI RIBAO, 22 Mar 86)	75
Shenyang's Old Enterprises Completely Transformed (Jiang Min, Zhao Xueshan; LIAOWANG, No 29, 21 Jul 86)	76
SMALL-SCALE ENTERPRISES	
Success of Leading Township Enterprises Analyzed (ZHONGGUO XIANGZHENQIYE BAO, 11 Jun 86)	79
CONSTRUCTION	
Issues Concerning Urban, Rural Construction Discussed (Xiao Tong; JIANZHU, No 4, 7 Apr 86)	81
Consolidation of Construction Market Discussed (Fu Renzhong; JIANZHU JINGJI, No 5, 18 May 86)	87
Waste in Construction Sites Deplored (Xu Renzhong; RENMIN RIBAO, 25 Jul 86)	90
Anhui Develops Planned Commodity Housing (Zhang Zhenguo; RENMIN RIBAO, 28 Jul 86)	91
DOMESTIC TRADE	
Economic Cooperation in Bohai Region Discussed (Zhang Ying, Li Lan; TIANJIN RIBAO, 27 May 86)	93
FOREIGN TRADE AND INVESTMENT	
Trade Shift to CEMA Said Caused by Discontent With FRG Firms (HANDELSBLATT, 22 Jul 86)	94
LIAOWANG on Reform of Foreign Exchange System (Shuang Mu; LIAOWANG OVERSEAS EDITION, No 38, 22 Sep 86)	96
Importance of Foreign Trade, Exports Underscored (Xu Yaozhong; BAN YUE TAN, 25 May 86)	100
Garments Now China's Second Largest Export (Li Jian; GUOJI SHANGBAO, 9 Jun 86)	102
Shanghai's Foreign Investment Plan for Seventh 5-Year Plan (Xu Qiuliang, Zhang Debao; WEN HUI BAO, 8 Jun 86)	104
Briefs	
Hebei Chemical Exports Soar	105
Yunnan Chemical Exports	105
Hebei Trade Talks Close	105

SPECIAL ECONOMIC ZONES

Zhuhai Economic Zone Flawed by Poor Planning, Mismanagement (TAGESSPIEGEL, 22 Jun 86)	106
------------------------------------------------------------------------------------------------	-----

POPULATION

Preliminary Enquiry Into Chinese Floating Population (Zhang Qingwu; RENKOU YU JINGJI, No 3, 25 Jun 86)	108
-----------------------------------------------------------------------------------------------------------------	-----

TRANSPORTATION

Change to Diesel Engines on Zhejiang-Jiangsu Railway Reported (Wei Yongming; RENMIN RIBAO, 15 Jul 86)	114
Improved Research in Railway Sector Urged (Sun Baorang; RENMIN RIBAO, 16 Jul 86)	116

/9987

30 OCTOBER 1986

CHINA REPORT ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

Gap Between East, West China Reported Widening (Guo Zhongshi; CHINA DAILY, 23 Sep 86)	1
LIAOWANG Evaluates PRC Economic Situation (Hei Aitang, Zhang Junkuo; LIAOWANG OVERSEAS EDITION, No 38, 22 Sep 86)	3
LIAOWANG on Evaluating Construction Projects (Yun Lin; LIAOWANG OVERSEAS EDITION, No 38, 22 Sep 86)	7
RENMIN RIBAO on Financial Theoretical Seminar (Chen Dehong, Hu Xuehao; RENMIN RIBAO, 19 Sep 86)	10
Commodity Economy Development, Economic System Reform (Liu Guoguang; SHIJIE JINGJI DABAO, 14 Jul 86)	12

ECONOMIC DEVELOPMENT ZONES

Bohai Bay Economic, Technical Development Zone Discussed (Yang Haitian; KEXUEXUE YU KEXUE JISHU GUANLI, No 6, Jun 86)	20
--------------------------------------------------------------------------------------------------------------------------	----

ECONOMIC PLANNING

Hainan Draws Up Plan for Construction of Yangpu Port (Guangdong Provincial Service, 24 Aug 86)	24
---------------------------------------------------------------------------------------------------------	----

AGGREGATE ECONOMIC DATA

Guangdong Province Economic Growth Rate Soars (XINHUA, 24 Sep 86)	25
----------------------------------------------------------------------------	----

ECONOMIC MANAGEMENT

Economic Reforms in Liaoning (Yang Dongyi; WEN WEI PO, 15 Jul 86)	27
----------------------------------------------------------------------------	----

FINANCE AND BANKING

Bankruptcy Law in Shenyang (Yang Dongyi; WEN WEI PO, 16 Jul 86)	29
Rectification of 'Small Cash Box' Problem Discussed (Li Xiaobo; CAIZHENG YANJIU, No 7, 28 Jul 86)	31
Shenyang Plans Stock Exchange (Yang Dongyi; WEN WEI PO, 17 Jul 86)	38

INDUSTRY

Development Strategy for Ningxia Metallurgical Industry (Hei Baili; NINGXIA RIBAO, 26 May 86)	40
Modernization in the Automobile Industry (WEN WEI PO, 25 Jun 86)	44
Three Changes Urged in Industrial Development Strategy (Zheng Xiaonong; JINGJI RIBAO, 30 Jun 86)	46
Latent Crisis Looms Over Industrial Enterprises (Zhang Gaopeng, Yao Wenbin; LIAOWANG, No 27, 7 Jul 86) ...	49
Export of Light Industry Products Shows Sizable Increase (ZHONGGUO QINGGONGYE BAO, 31 Jul 86)	52
Shenyang's Tiexi Zone Plans Renewal Program (Liu Shanhong; CHINA DAILY, 10 Sep 86)	54
Briefs Sichuan Industry, Communications	57

SMALL-SCALE ENTERPRISES

Boom in Anhui Township Enterprises (Wang Yuzhao; NONGMIN RIBAO, 12 May 86)	58
Jiangxi Plans To Speed Up Township Enterprise Development (Zhu Bei; ZHONGGUO XIANGZHEN QIYE BAO, 9 Jul 86)	62
On Hubei's Township Enterprises (RENMIN RIBAO OVERSEAS EDITION, 24 Jul 86)	65
Township and Town Enterprises in Ascendancy (He Kang; ZHONGGUO XIANGZHENQIYE BAO, 20 Aug 86)	67

Development of Township and Town Enterprises Reviewed (Zhou Handa; ZHONGGUO XIANGZHENQIYE BAO, 20 Aug 86)	70
CONSTRUCTION	
Construction Begins on Bridge Across Songhua Jiang (Zhou Yanhe, Zhang Limin; HEILONGJIANG RIBAO, 3 Jul 86) ...	72
Improvement of Construction Quality Urged (Ge Daxing; RENMIN RIBAO, 13 Aug 86)	73
Hebei: Construction of Blast Furnace Begins (HEBEI RIBAO, 16 Aug 86)	75
DOMESTIC TRADE	
Sichuan's Domestic Trade Seen as Vigorous (Gu Guocai; SICHUAN RIBAO, 10 Jul 86)	76
FOREIGN TRADE AND INVESTMENT	
Anhui Makes New Use of Foreign Investment in 1986 (Han Shu; ANHUI RIBAO, 28 May 86)	78
Foreign Exchange Loans to Yunnan Increased in Sixth 5-Year Plan (Zhou Xiyuan; YUNNAN RIBAO, 27 May 86)	79
Ningxia Commodity Inspection Bureau Aids Foreign Trade (Pan Mengyang, Jiang Senlin; NINGXIA RIBAO, 8 May 86)	81
SPECIAL ECONOMIC ZONES	
Investment Climate in Special Economic Zones (Chen Zhaobin; GUANGDONG SHEHUI KEXUE, No 2, Jun 86)	83
Shenzhen's Economic Development Strategy (Liu Peiqiong; GUANGDONG SHEHUI KEXUE, No 2, Jun 86)	89
POPULATION	
On Beijing's Aging Population (Shi Yan, Shi Lin; BEIJING RIBAO, 7 Jul 86)	95
TRANSPORTATION	
Transport Cargo Volume Shows Increase (CHINA DAILY, 20 Aug 86)	99
Briefs	
Railway Construction Projects	100
Direct Chartered Flights Begin	100

4 NOVEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

JINGJI RIBAO Surveys Reaction to Economic Reform (Li Ping; JINGJI RIBAO, 12 Sep 86).....	1
Official on Efforts To Meet Housing Needs (XINHUA, 5 Oct 86).....	9

ECONOMIC DEVELOPMENT ZONES

Dalian Plans New Projects, Seeks Overseas Funds, Technology (XINHUA, various dates; SOUTH CHINA MORNING POST, 7 Oct 86).....	10
Open Coastal City Expands Industry	10
Joint-Venture Can Factory	11
Foreign Contracts Rise 50 Percent	11
Hong Kong Investors Outnumber Japanese, by Terry Cheng	12
More Power Plants Planned in Coastal, SEZ Areas (XINHUA, 1 Oct 86).....	15
Shanghai Strengthens Foreign Cooperation (XINHUA, 7 Oct 86).....	16

ECONOMIC MANAGEMENT

Northeast China Cooperation Meeting Concludes (Heilongjiang Provincial Service, 24 Aug 86).....	17
----------------------------------------------------------------------------------------------------	----

Concern Over Nonbudgetary Spending Discussed (Ge Taxing, Xiao Fengtong; XINHUA, 21 Aug 86).....	18
JINGJIXUE ZHOUBAO on Adjusting Investment Structure (Gui Shiyong; JINGJIXUE ZHOUBAO, 10 Aug 86).....	20
Guangdong Moves Against Loss-Incurred Enterprises (Guangdong Provincial Service, 28 Aug 86).....	22
Guangxi Economic Delegation Visits Shanghai (Shanghai City Service, 18 Sep 86).....	23
Second Meeting on Qinhuangdao Economic Development Held (HEBEI RIBAO, 16 Aug 86).....	24
Wuhan State-Owned Factory Leased to Individuals (XINHUA, 23 Aug 86).....	25
Jilin: Provincial Government Holds Antidisaster Work Meeting (Jilin Provincial Service, 31 Aug 86).....	26
Nei Monggol Official on Invigorating Industrial Production (Nei Monggol Regional Service, 28 Aug 86).....	27
Nei Monggol Calls for Curtailed Spending (Nei Monggol Regional Service, 22 Sep 86).....	29
Shanghai Symposium Views State Ownership Reform (ZHOU GUO TONGXUN SHE, 1 Sep 86).....	31
SHANXI RIBAO Article on Supporting Reform (Wang Senhao; SHANXI RIBAO, 22 Aug 86).....	33
Shanxi Cities Develop Lateral Economic Ties (Shanxi Provincial Service, 22 Aug 86).....	40
Tianjin: Li Ruihuan Urges More Suggestions From Producers (TIANJIN RIBAO, 29 Aug 86).....	41
Yunnan Develops Capital Construction Investment (Yunnan Provincial Service, 22 Sep 86).....	43
Briefs	
Xinjiang Economic Reform Commission	44
Qinghai Power Consumption Circular	44
Shandong Urges Investments Control	44
Guangxi Lateral Economic Ties	45

FINANCE AND BANKING

Provisional Regulations on Residential Property Tax (XINHUA, 25 Sep 86).....	46
Hebei Financial, Tax Work Conference Ends (Hebei Provincial Service, 11 Sep 86).....	48
Jiangsu Factories Issue High Interest Bonds (XINHUA, 24 Sep 86).....	50
Shaanxi Radio Urges Better Management of Floating Capital (Bao Li; Shaanxi Provincial Service, 23 Sep 86).....	51
Shandong Maps Out Measures for Increasing Revenues (Shandong Provincial Service, 29 Aug 86).....	52
Shanghai Opens Short-Term Capital Money Market (XINHUA, 30 Aug 86).....	53
Tianjin Bank Helps Ease Research Funds Shortage (Yan Wenbin; CHINA DAILY, 17 Sep 86).....	54
Bonds Invigorate Zhejiang Collective Enterprises (XINHUA, 1 Sep 86).....	56

MINERAL RESOURCES

Briefs	
Nei Monggol Rare Earth	57

INDUSTRY

Briefs	
China's Iron, Steel Production Increases	58
Steel Industry Depends on Renovation	58

SMALL-SCALE ENTERPRISES

Henan Township Enterprises Develop Courtyard Economy (Henan Provincial Service, 25 Aug 86).....	59
Briefs	
Nei-Monggol Rural Joint Ventures	60
Guangdong Township Enterprises	60

CONSTRUCTION

Contract System To Boost Coal Mine Construction (XINHUA, 2 Oct 86).....	61
----------------------------------------------------------------------------	----

Briefs	
Evaluating Construction Projects	62
DOMESTIC TRADE	
Domestic Technology Trade Declines From Last Year (XINHUA, 8 Oct 86).....	63
FOREIGN TRADE AND INVESTMENT	
Construction Contracts Signed With Yemen Arab Republic (XINHUA, 16 Sep 86).....	64
Denmark Signs Agreement for 600 Million Kroner Loan Package (Lu Zhen, Jiang Zuoming; GUOJI SHANGBAO, 12 Jun 86).....	65
Incomic Plans Agent Relations With Foreign Firms (XINHUA, 20 Sep 86).....	66
Caution Urged in Handling Foreign Enterprises (Yan Xichen, Wu Xinhui; GUOJI SHANGBAO, 19 Jun 86).....	67
Consumer Goods Import Duties Readjusted (Wu Xue; CHINA DAILY, 29 Sep 86).....	69
Nation To Boost Mechanical, Electrical Exports (CHINA DAILY, 2 Oct 86).....	70
Reform of Foreign Exchange Retention Practices Discussed (Yang Xiong; SHEHUI KEXUE [SOCIAL SCIENCES], 15 Jul 86).	72
Tianjin Accepting More Foreign Investment (XINHUA, 23 Sep 86).....	76
Tianjin Holds Technological, Trade Discussion (XINHUA, 8 Oct 86).....	77
Briefs	
Xizang-U.S. Venture	78
Wanshan Islands Open to Investors	78
SPECIAL ECONOMIC ZONES	
Construction Goals Shift During Seventh 5-Year Plan (GUOJI SHANGBAO, 12 Jun 86).....	79
Shantou SEZ To Establish Small Processing Zones (XINHUA, 29 Aug 86).....	81

Shekou Industrial Area Builds Infrastructure (XINHUA, 20 Sep 86).....	82
--------------------------------------------------------------------------	----

Shenzhen SEZ History, Development Reviewed (CHINA DAILY SHENZHEN FOREIGN TRADE SUPPLEMENT, 8 Oct 86).	83
----------------------------------------------------------------------------------------------------------	----

Mayor on Investment Prospects, by Li Hao	83
Industrial Achievements Analyzed	86
Vice Mayor on Continuing Growth, by Zhou Xiwu	87

LABOR AND WAGES

GUANGMING RIBAO on Issue of Flow of Labor (He Ganqiang; GUANGMING RIBAO, 20 Sep 86).....	90
---------------------------------------------------------------------------------------------	----

Guangdong Rural Occupational Structure Undergoes Changes (ZHONGGUO TONGXUN SHE, 26 Aug 86).....	92
----------------------------------------------------------------------------------------------------	----

Sichuan Official Discusses Labor System Reforms (Sichuan Provincial Service, 31 Aug 86).....	94
-------------------------------------------------------------------------------------------------	----

Tianjin Trade Union Congress Ends 5 Sep (TIANJIN RIBAO 6 Sep 86).....	95
--------------------------------------------------------------------------	----

Briefs Xinjiang Contract Workers	97
-------------------------------------	----

TRANSPORTATION

PRC To Complete More Berths in Coastal Ports (XINHUA, 7 Oct 86).....	98
-------------------------------------------------------------------------	----

Briefs Shanxi Railway Construction	100
Dalian Seeks Foreign Lenders	100

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

USSR Seeks Cooperation With Capitalist Countries (XINHUA, 23 Sep 86).....	101
------------------------------------------------------------------------------	-----

TAIWAN

Measures To Control Steel Exports to U.S. Announced (CNA, 18 Sep 86).....	102
------------------------------------------------------------------------------	-----

Trade With Asian Nations Increases Sharply (CNA, 29 Sep 86).....	103
Trade Talks With Spain Conclude, Communique Signed (CNA, 24 Sep 86).....	105
Briefs	
Fishing Accord With Philippines	106
HONG KONG	
Trade, Industry Secretary Returns From GATT Round (SOUTH CHINA MORNING POST, 23 Sep 86).....	107
Rapid Development of Central District Financial Market (Wu Weiqun; GANG AO JINGJI [HONG KONG AND MACAO ECONOMIC DIGEST], No 7, 15 Jul 86).....	108
Bank Official on Further Expansion of Operations (ZHONGGUO XINWEN SHE, 26 Sep 86).....	113
ZHONGGUO XINWEN SHE on 'Heartening' Developments, Changes (ZHONGGUO XINWEN SHE, 25 Sep 86).....	115
Briefs	
Hong Kong Dollar Bonds	117

/12223

6 NOVEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Construction of Cooperative Housing Discussed (Xiao Liang; RENMIN RIBAO, 22 Sep 86)	1
RENMIN RIBAO on Socialist Economic Mechanism (Dong Fureng; RENMIN RIBAO, 3 Oct 86)	7
BAN YUE TAN on Lateral Association Trends (Xu Yaozhong; BAN YUE TAN, 10 Sep 86)	11

PROVINCIAL AFFAIRS

NANFANG RIBAO on Guangdong's Economic Reform (Liu Weiming; NANFANG RIBAO, 28 Sep 86)	15
Jilin Congress Report on Economic Development (Jilin Provincial Service, 24 Sep 86)	19
Shandong Governor on Fulfillment of 1986 Work (Shandong Provincial Service, 18 Sep 86)	21
Open Policy Invigorates Xinjiang's Economy (Xinjiang Regional Service, 1 Oct 86)	23

ECONOMIC DEVELOPMENT ZONES

Industrial Value of Northeast Economic Zone (DONGBEI JINGJI BAO, No 65, 19 Jul 86)	24
Outline of Northeast Economic Zone Development (DONGBEI JINGJI BAO, No 78, 2 Sep 86)	26

Trade Increases in Guangzhou's Commercial Market (Wang Qiang; ZHONGGUO XINWEN SHE, 3 Oct 86)	42
Rapid Economic Growth in Ningbo Reported (Li Gengchen; ZHONGGUO SHANGYE BAO, 17 Jun 86)	43
ECONOMIC MANAGEMENT	
Bankruptcy Law as Way To Invigorate Enterprises (Hao Jianguo; JINGJIXUE ZHOUBAO, 27 Jul 86)	44
Chen Guangyi Examines Economic Reform Policies (Zhang Lixing, Lin Aizhi; FUJIAN RIBAO, 19 Aug 86)	48
Hu Ping on Improving Management in Fujian (Yao Yeyuan; FUJIAN RIBAO, 15 Sep 86)	50
Lower Deficits, Higher Profits Seen as Priority Tasks (SICHUAN RIBAO, 16 Sep 86)	51
Sichuan Urges Making Up Deficits, Increasing Surplus (SICHUAN RIBAO, 16 Sep 86)	53
FINANCE AND BANKING	
Caution Urged in Abolition of Foreign Exchange Certificates (Zhu Zhuoxin; CHING-CHI TAO-PAO, No 23, 16 Jun 86)	55
SMALL-SCALE ENTERPRISES	
Problems, Suggested Solutions for Town Enterprises (Fu Lingang; SHAANXI RIBAO, 4 May 86)	59
Various Wage Systems Enumerated, Compared (Bao Weihuo; NONCUN CAIWU KUALI, No 7, 6 Jul 86)	61
DOMESTIC TRADE	
Sichuan's Progress in Lateral Economic Ties (Cao Guoxi; YUNNAN RIBAO, 21 May 86)	64
FOREIGN TRADE AND INVESTMENT	
Treatment and Legal Protection of Direct Foreign Investment (Zhang Jieli; GUANGDONG SHEHUI KEXUE, No 1, Mar 86)	67
Foreign Capital Finances 6,664 Enterprises (Ding Xilin; WEN HUI BAO, 11 Jun 86)	75
Expansion of Machinery Product Exports (Dai Xiaoxia; GUOJI SHANGBAO, 2 Jun 86)	76

Lateral Economic Cooperation in Foreign Trade (GUOJI SHANGBAO, 12 Jun 86)	77
Development of New Forms of Labor Export Urged (Zhu Guangming; WEN HUI BAO, 16 Jun 86)	79
Increase in Steady Long-Term Cotton Exports Urged (Yang Lin; ZHONGGUO SHANGYE BAO, 21 Jun 86)	81
Liaoning Vice Governor on Earning Foreign Exchange (Liaoning Provincial Service, 1 Oct 86)	83
Fujian's Quanzhou To Develop Export Production (ZHONGGUO XINWEN SHE, 3 Oct 86)	85
Hebei Economic, Technological Cooperation Meeting Concludes (HEBEI RIBAO, 22 Sep 86)	86
Foreign Funds, Technology Invigorate Xinjiang Economy (Xinjiang Regional Service, 8 Oct 86)	87
Briefs	
Tianjin Joint Ventures	88
Hunan Chemical Industry Exports	88

SPECIAL ECONOMIC ZONES

Shantou City Fulfills 1986 Export Quotas Early (ZHONGGUO TONGXUN SHE, 30 Sep 86)	89
Briefs	
Shantou Supports Foreign Enterprises	90

/9986

CHINA REPORT
ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

GUANGMING RIBAO on Rise in Urban Living Standards (XINHUA, 13 Oct 86).....	1
Reasons for Poor Quality of Products Discussed (Editorial; JINGJI RIBAO, 4 Sep 86).....	2
Paper Discusses Theory of Socialist Labor (Wei Xinghua; GUANGMING RIBAO, 27 Sep 86).....	4

ECONOMIC DEVELOPMENT ZONES

Coastal Cities Must Build Export Economy (XINHUA, 4 Oct 86).....	9
Jiangsu Port City Lures Foreign Investors (XINHUA, 14 Oct 86).....	12
Liaoning on Construction of Dalian Development Zone (Liaoning Provincial Service, 26 Oct 86).....	13
Qingdao, Yantai Said Ready for Investment (Zheng Bosheng; DAZHONG RIBAO, 4 Sep 86).....	14
Qingdao City Mayor Views 200 Million Yuan Investment Plans (ZHONGGUO XINWEN SHE, 8 Oct 86).....	16
Shanghai People's Congress Standing Committee Holds Meeting (Shanghai City Service, 28 Aug 86).....	17
Shanghai Regulates Foreign Representative Offices (ZHONGGUO XINWEN SHE, 29 Aug 86).....	18

New Shanghai Economic Zone Attracts Investment (XINHUA, 14 Oct 86).....	20
Briefs	
Anhui Governor Meets Study Group	22
Zhanjiang Expands Exports	22
ECONOMIC PLANNING	
Chang Jiang Transport Aids Development of Commodity Economy (Wang Yang, Jiang Yang; JINGJI RIBAO, 1 Sep 86).....	23
ECONOMIC MANAGEMENT	
Suggestions for Furthering Reform of Enterprises (Chen Guangyi; ZHONGGUO JINGJI TIZHI GAIGE [CHINA'S ECONOMIC STRUCTURE REFORM], No 5, 23 May 86).....	26
Briefs	
Control of Automobile Builders	33
FINANCE AND BANKING	
GONGREN RIBAO Explains Chinese Stocks, Bonds (XINHUA, 16 Oct 86).....	34
Interim Procedures Issued for Jiangxi Enterprise Stocks, Bonds (Jiangxi Provincial Service, 4 Oct 86).....	35
Briefs	
Seminar on Banking and Financing	36
Yangtze River Valley Economy Aided	36
Gansu Develops Money Market	36
Qinghai Finance Develops Rapidly	37
MINERAL RESOURCES	
Briefs	
Jilin Mining Industry	38
Hubei Mineral Deposits	38
Yunnan Gold	38
INDUSTRY	
Statistics Officials View 1986 Industrial Growth (XINHUA, 9 Oct 86).....	39
Briefs	
Heilongjiang Woollen Textile Production	40

SMALL-SCALE ENTERPRISES

Experts' Survey Says Small, Rural Enterprises Need Information (Wen Chunlin; CHINA DAILY, 22 Oct 86).....	41
Nationwide Progress for Township, Town Enterprises Reported (RENMIN RIBAO, 22 Aug 86).....	42
Profit Distribution Reform of Township, Town Enterprises (Bao Weihe; NONGYE KUAIJI YANJIU [AGRICULTURAL ACCOUNTING RESEARCH, No 2, 1986).....	44
Fundraising for Town, Township Enterprises Discussed (Liu Zhihong; NONGYE KUAIJI YANJIU [AGRICULTURAL ACCOUNTING RESEARCH], No 3, 1986).....	50
Briefs	
Hubei Small Shops	55

DOMESTIC TRADE

Report on Guizhou's Lateral Economic Ties (Zhang Guangzong, Ye Xiaosheng; YUNNAN RIBAO, 21 May 86)..	56
Report on Yunnan's Lateral Economic Ties (YUNNAN RIBAO, 21 May 86).....	59

FOREIGN TRADE AND INVESTMENT

Paper Reports on Nation's Investments Abroad (CHING-CHI TAO-PAO [ECONOMIC REPORTER], No 20, 1986).....	62
Xinjiang, USSR Conduct More Border Trade (XINHUA, 10 Oct 86).....	66
CSSR's Rohlicek 'Deeply Impressed' by PRC Visit (XINHUA, 17 Sep 86).....	67
Rare Earth Exports Earn \$38 Million Foreign Exchange (Nie Lisheng; CHINA DAILY, 6 Oct 86).....	68
Guangdong To Ensure Foreign Investors' Profits (Yu Fei; ZHONGGUO XINWEN SHE, 14 Oct 86).....	69
Guangzhou To Open Foreign Exchange Trading Center (Paul Sham; SOUTH CHINA MORNING POST, 14 Oct 86).....	71
Liaoning Province Develops Export-Oriented Economy (XINHUA, 11 Oct 86).....	73
Shenyang Pioneers Experiment in Technology Trade (XINHUA, 16 Oct 86).....	74

Xinjiang Technology Imports for 7th FYP Detailed (XINHUA, 2 Oct 86).....	75
Yantai City Improves Investment Environment (Yuan Chonghe; ZHONGGUO XINWEN SHE, 7 Oct 86).....	76
Briefs	
Chinese-Mongolian Trade Increase	77
Hubei Earns Foreign Exchange	77
Second Sino-Japanese Joint Venture	77
Trade Firm Opens in Tokyo	77
PRC Meets Chilean Delegation	78
Fujian Open Policy	78
Shanghai Marine Businesses	78

SPECIAL ECONOMIC ZONES

Shenzhen Steps Up Introduction of Foreign Funds (Zhan Moujun; ZHONGGUO XINWEN SHE, 15 Oct 86).....	79
Xiamen SEZ Investment Climate Improved (Liu Changjin; RENMIN RIBAO, 13 Sep 86).....	81

POPULATION

Hebei Holds Conference on Family Planning (Hebei Provincial Service, 24 Sep 86).....	83
Jilin Commentary Hails Family Planning Letter (Jilin Provincial Service, 24 Sep 86).....	85
Briefs	
Sichuan--3,000 Babies Daily	86
Regulations Issued for Retired Engineers	86

TRANSPORTATION

Wan Li, Huang Hua Open Bridge (Yin Daofu, Wang Geng; XINHUA, 30 Sep 86).....	87
More Funds Invested To Build Airports (XINHUA, 15 Oct 86).....	88
Xinjiang Radio Hails Completion of Shihezi Railsection (Xinjiang Regional Service, 4 Oct 86).....	90
Briefs	
Northern Xinjiang Railroad	91
Domestic Aircraft for Minor Routes	91
Gaoming Port Opens	91

Jinzhou Third Biggest Port	92
Hengyang-Guangdong Feeder Lines	92
Expressway Linking Shenzhen, Shantou	92
Second Asia-Europe Bridge Urged	92

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Trade Official Addresses Rome Seminar on World Economy (XINHUA, 13 Oct 86).....	94
Horizontal Economic Relations in Soviet Union, Eastern Europe (Wang Aizhu; SHEHUI KEXUE [SOCIAL SCIENCES], No 6, 15 Jun 86).....	96

PUBLICATIONS

Briefs	
Branch Established in Jilin	107

HONG KONG

July Retail Sales Up 7 Percent Over 1985 (HONG KONG STANDARD, 3 Oct 86).....	108
Briefs	
Hong Kong Stock Market Boosted	109

/12223

19 NOVEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

NATIONAL POLICY AND ISSUES

- Xue Muqiao Evaluates Open Policy Results, Outlines Future Tasks
(Xue Muqiao; SHIJIE JINGJI DAOBAO, 8 Sep 86) 1

PROVINCIAL AFFAIRS

- Liaoning Report on Fulfillment of Economic Plan
(Zhu Jiazhen; LIAONING RIBAO, 17 Sep 86) 4
- Qinghai To Fulfill Economic Targets in 1986
(Qinghai Provincial Service, 16 Oct 86) 12
- Shaanxi Reviews Past Economic, Social Development
(Shaanxi Provincial Service, 13 Oct 86) 13

ECONOMIC PLANNING

- Enterprises To Aim for 7 Percent Growth
(Guo Zhongshi; CHINA DAILY, 10 Oct 86) 15

AGGREGATE ECONOMIC DATA

- Guangdong Industrial Production Said Improved
(XINHUA, 11 Oct 86) 17
- Briefs
Guangdong Economic Growth 18

ECONOMIC MANAGEMENT

- Hebei Economic, Technological Meeting Opens
(Hebei Provincial Service, 17 Sep 86) 19
- Liu Zuohui Addresses Economic Work Conference
(Nei Mongol Regional Service, 11 Oct 86) 21

CONSTRUCTION

- Commission Urges To Reduce Construction Scale
(Xiao Tihuan, Ge Daxing; XINHUA Domestic Service, 17 Oct 86) 42

DOMESTIC TRADE

- Northwest Region To Step Up Economic Ties
(Xinjiang Regional Service, 27 Sep 86) 44

FOREIGN TRADE AND INVESTMENT

- Paper Reports on Growing Economic Relationship With Hong Kong
(RENMIN RIBAO, 6 Sep 86) 45
- Open Policies Encourage Anhui's Economic Gains
(Liu Dizhong; CHINA DAILY, 27 Oct 86) 46
- Guangdong Official on Foreign Investment Enterprises
(Guangdong Provincial Service, 27 Sep 86) 48
- Foreign Investment Boom in Guangdong's Huiyang
(ZHONGGUO XINWEN SHE, 20 Oct 86) 49
- Pearl Delta Promotes Trade With Hong Kong
(XINHUA, 25 Oct 86) 51
- Wang Pingqing on Guangzhou Fair, Improvements
(Wang Pingqing Interview; Guangdong Provincial Service,
25 Oct 86) 52
- Volume of Trade Increasing at Guangzhou Fair
(Chen Zhisong; CHINA DAILY, 27 Oct 86) 53
- Guizhou Vice Governor Interviewed on Opening Up
(Guizhou Provincial Service, 23 Oct 86) 54
- Hainan Signs 11 Contracts With Foreign Firms in 1986
(ZHONGGUO XINWEN SHE, 21 Oct 86) 56
- Shandong Governor Invites Foreign Investment
(Shandong Provincial Service, 23 Oct 86) 57
- Most Shanghai Foreign Ventures Profitable
(XINHUA, 18 Oct 86) 59
- Briefs
- Jilin Trade Talks 61
 - Shaanxi Export Trade 61
 - Chongqing Foreign Trade 61
 - Certificates Issued 61
 - Growth of Exports Industry 62
 - Zhejiang Rural Industry Exports 62

SPECIAL ECONOMIC ZONES

Efforts by Shenzhen To Serve Daya Bay Nuclear Plant (ZHONGGUO XINWEN SHE, 24 Sep 86)	63
Shenzhen Further Encourages Foreign Investors (ZHONGGUO XINWEN SHE, 22 Oct 86)	64
Briefs	
Outside Investors Protected	66

LABOR AND WAGES

Women Workers Become Major Force in All Fields (XINHUA, 6 Oct 86)	67
----------------------------------------------------------------------------	----

TRANSPORTATION

YUN-7 Planes Put Into Passenger Service (Shaanxi Provincial Service, 17 Oct 86)	69
Quangdong To Start Dredging Xi Jiang Waterway (ZHONGGUO XINWEN SHE, 17 Oct 86)	70
Briefs	
Railways Electrification	71
Jilin Highway Construction	71
Beijing, Guangzhou, Xian Air Links	71
Urumqi-Shihezi Railway Section	71
Boeing-737 Hangar Construction	72
Rongqi Port Opens to Foreign Ships	72

POPULATION

Hubei Holds Meeting To Promote Family Planning (Hubei Provincial Service, 25 Sep 86)	73
Shaanxi Reports on Family Planning Work (Shaanxi Provincial Service, 13 Oct 86)	74
Sichuan CPC Committee Urges Leadership in Family Planning (SICHUAN RIBAO, 25 Sep 86)	75
Yunnan Holds Phone Conference on Family Planning (Yunnan Provincial Service, 22 Sep 86)	80
Briefs	
Nei Monggol Family Planning	81
Shaanxi Population Control	81
Jilin Family Planning Work	81

PUBLICATIONS

Briefs	
Zhejiang Evening Newspaper	82

TAIWAN

Netherlands Official Interviewed on Relations (CNA, 14 Oct 86)	83
-------------------------------------------------------------------------	----

Briefs	
Status Maintained in Development Bank	85

/9986

26 NOVEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Economic Journal on Enterprise Ownership Reform
(Shen Shouye; JINGJI GUANLI, No 9, 5 Sep 86) 1

AGGREGATE ECONOMIC DATA

- Shanghai Industrial Growth Said To 'Pick Up Speed'
(XINHUA, 22 Oct 86) 11

ECONOMIC MANAGEMENT

- Commerce Minister's Report on Commercial Reforms
(Liu Yi; CAIMAO JINGJI, No 5, 11 May 86) 12
- Nation Moves To Improve Patent System
(XINHUA, 2, 7 Nov 86) 23
- New Regulations 23
More Inventions Inspired 24
- Controls on Steel Products Dealing Relaxed
(Wang Xiangwei; CHINA DAILY, 29 Oct 86) 25
- Retail Sales Figures Trend Booming Upward
(Tian Ying; CHINA DAILY, 4 Nov 86) 27
- Commentary Says Engineer Wrongly Punished for 'Moonlighting'
(XINHUA, 29 Oct 86) 28
- Briefs
- Sichuan Boosts Overstocked Sales 29
Jilin Factories for Disabled 29
Official Reports on Applications 29

- a -

FINANCE AND BANKING

Briefs

Draft Cashing, Discount Service	31
---------------------------------	----

MINERAL RESOURCES

Xinjiang Leaders Inspect Mining Bureau (Xinjiang Regional Service, 15 Oct 86)	32
----------------------------------------------------------------------------------------	----

INDUSTRY

State Shows Concern for Maanshan Steel Operations (Anhui Provincial Service, 4 Nov 86)	33
-------------------------------------------------------------------------------------------------	----

Auto Industry Restructuring To Boost Capacity (Xu Yuanchao; CHINA DAILY, 31 Oct 86)	34
----------------------------------------------------------------------------------------------	----

Guangdon's Maoming Oil Company Doing Well (Guangdong Provincial Service, 10 Oct 86)	36
----------------------------------------------------------------------------------------------	----

Briefs

Ethylene Plant Put Into Production	37
Upgrading Quality of Light Industry	37

CONSTRUCTION

Minister Reveals Port Construction Plans (Hu Sigang; CHINA DAILY, 29 Oct 86)	38
---------------------------------------------------------------------------------------	----

Construction Companies Competing in World Market (CHINA DAILY, 29 Oct 86)	39
------------------------------------------------------------------------------------	----

Official Describes Shanghai's Expansion Program (XINHUA, 27 Oct 86)	41
------------------------------------------------------------------------------	----

Briefs

Liaoning Port's Construction	43
Good Progress on Key Projects	43

FOREIGN TRADE AND INVESTMENT

MOFERT Official on Development of Foreign Trade (Wang Pinqing Interview; TA KUNG PAO, 18 Sep 86)	44
-----------------------------------------------------------------------------------------------------------	----

Briefs

Vegetable Exports	48
-------------------	----

LABOR AND WAGES

Regulations on Using Retired Technicians Issued (XINHUA Domestic Service, 21 Oct 86)	49
-----------------------------------------------------------------------------------------------	----

Briefs	
Congress of Self-Employed Workers	51

TRANSPORTATION

Regulations on Developing Transportation (Beijing Domestic Service, 24 Oct 86)	52
Better Designs, Lower Costs Urged for Highway Building (Bao Zhongyue; GONGLU, No 5, 25 May 86)	54
Country Invests More in Highway Construction (XINHUA, 30 Oct 86)	59
54 Million Yuan Marked for Guilin Airport Expansion (XINHUA, 27 Oct 86)	61
Figures for Passenger, Cargo Transport Released (CHINA DAILY, 29 Oct 86)	62

Briefs	
CAAC YUN-7 Airplane Purchase	63
Circular on Road Traffic	63
State Council Recalls Vehicles	63
Lhasa Flights	64
Fuzhou-Liancheng Passenger Flight Inaugurated	64
More PRC-Made Planes Used	64
Green Belts Protect Railway	64
Sea Transportation Capacity Increases	65
Desert Highway Boosts Development	65

HONG KONG

Suggestions for Overcoming Obstacles in Foreign Trade (He Daoming; WEN WEI PO, 24 Jul 86)	66
----------------------------------------------------------------------------------------------------	----

/9986

1 DECEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICIES AND ISSUES

Results of Research on Economic Restructuring (Li Lunzu; RENMIN RIBAO, 21 Jul 86)	1
Socialization of Economic Information Urged (Pan Muping; SHIJIE JINGJI DAOBAO, 7 Jul 86)	4
Poll on Public Acceptance of Bankruptcy Law (Sun Yunling; LIAOWANG, No 30, 28 Jul 86)	7
Nation's Price Reforms Reviewed (Li Baoshi; ZHONGGUO JINGJI TIZHI GAIGE, 23 Apr 86)	11
Xue Muqiao on Structural Price Adjustment, Inflation (JIAGE LILUN YU SHIJIAN, No 3, 20 May 86)	17

ECONOMIC MANAGEMENT

Finance Minister on Controlling Group Purchasing (Wang Bingqian; CAIZHENG, No 7, 8 Jul 86)	24
Personnel Management in Shenzhen SEZ Enterprises (Chen Jianian; GUANGDONG SHEHUI KEXUE, No 2, 6 Jun 86)	29

FINANCE AND BANKING

Funds Markets Developed, Circulation Improved (Gao Qinglin; LIAOWANG, No 38, 1986)	36
---------------------------------------------------------------------------------------------	----

INDUSTRY

Lin Hanxiong Report to Building Materials Conference (ZHONGGUO JIANCAI, No 4, 13 Apr 86)	40
---------------------------------------------------------------------------------------------------	----

SMALL-SCALE ENTERPRISES

Satisfactory Progress for Small-Scale Enterprises in 1985 (NONGCUN CAIWU KUAIJI, No 7, 1986)	49
-------------------------------------------------------------------------------------------------------	----

DOMESTIC TRADE

Ma Hong on Horizontal Economic Linkages in Wuhan (Ma Hong; ZHONGGUO JINGJI TIZHI GAIGE, No 7, 23 Jul 86) .	52
Horizontal Economic Linkages End Fragmentation, Isolation (Gai Weisheng; RENMIN RIBAO, 3 Aug 86)	58

FOREIGN TRADE AND INVESTMENT

Anhui's Exports of Machinery, Electronics Promising (Li Li; ANHUI RIBAO, 19 Jul 86)	61
Joint Ventures Proliferate in Quanzhou (Zhongxinshe; GUOJI SHANGBAO, 26 May 86)	62
Fujian's Use of Foreign Capital Reviewed (Wu Guinan; CHING-CHI TAO-PAO, 14 Jul 86)	63
Hebei Urged To Develop Local Exports (Shang Wenxia; HEBEI RIBAO, various dates)	66
Importance of Barter Trade	66
Promoting Export With Import	67
Need To Develop New Products	68
Export Drive by Liaoning Increases Foreign Exchange (Cao Zenghuo; KAI FANG, No 7, 8 Jul 86)	70
Sichuan's Exports of Electro-Mechanical Products Increase (Wang Yongkang; SICHUAN RIBAO, 15 May 86)	74
Tianjin Successful in Attracting Foreign Investment (Liu Rong; TIANJIN RIBAO, 12 Jul 86)	75
Briefs	
Earnings From Carpet Exports	76

SPECIAL ECONOMIC ZONES

Different Stages of Development of SEZs Studied (Zuo Lianchun; GUANGDONG SHEHUI KEXUE, No 1, Mar 86)	77
Shenzhen Economy Shows Improvement in Various Areas (Chen Yong-ping; TA KUNG PAO, 3 Jun 86)	86

TRANSPORTATION

New Phase in China's Highway Construction (Yi Fei; LIAOWANG, 30 Jun 86)	88
Nanjing Harbor Development Outlined (Shan Rupeng; LIAOWANG, 30 Jun 86)	91

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Economic Reform in Soviet Union Analyzed (Lu Nanquan; SHIJIE JINGJI, No 6, 10 Jun 86)	94
Poland Begins New Phase of Socialist Economic Development (Wen Youren; LIAOWANG, 14 Jul 86)	102

/9986

5 DECEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Journal on Dual System in PRC Economic Reform
(Zhao Renwei; JINGJI YANJIU, No 9, 20 Sep 86) 1
- JINGJI YANJIU on Enterprise Ownership System
(He Wei; JINGJI YANJIU, No 9, 20 Sep 86) 22

ECONOMIC PLANNING

- From Sixth 5-Year Plan to Seventh 5-Year Plan Critiqued
(Xu Xing; CHENG MING, 1 May 86) 35

ECONOMIC MANAGEMENT

- Government Scales Back Capital Construction
(XINHUA, 27 Oct 86) 47

FINANCE AND BANKING

- Failure of Current Financial Reforms
(Qian Jiaju; SHIJIE JINGJI DAOBAO, 29 Sep 86) 48
- Senior Bank Official on Financial Reform
(Liu Hongru Interview; LIAOWANG, No 39, 29 Sep 86) 51

FOREIGN TRADE AND INVESTMENT

- China To Balance Foreign Exchange in 5 Years
(Chu Baotai Interview; MING PAO, 24 Jul 86) 56
- Shanghai Expands Barter Trade With Eastern Europe
(Zhu Guangming, Ye Ren; WENHUI BAO, 3 Oct 86) 60

Shanghai Defense Industry Increases Civilian-Goods Exports (GUOJI SHANGBAO, 22 Sep 86)	62
Considerations for Promoting Shanghai's Export Trade (Jin Weizu, Min Yi; CAIJING YANJIU, No 5, 3 May 86)	63
Import Technology That Helps China Become Self-Sufficient (Yu Nan; SHANGHAI JINGJI, No 3, 31 May 86)	71
Plans for Shenzhen Overseas Chinese City Outlined (Liao Hui Interview; LIAOWANG OVERSEAS EDITION, No 33, 18 Aug 86)	76
Zheng Tuobin Discusses Recent Developments in Foreign Trade (CHING-CHI TAO-PAO, No 41, 13 Oct 86)	81
Abolition of Foreign Exchange Certificates Examined (Feng Muqing; CHING-CHI YU FA-LU, No 9, 1986)	85
China Develops Countertrade (GUOJI SHANGBAO, 23 Jun 86)	88
Good Potential for Zhejiang's Export Labor (Si Zhangfa; ZHEJIANG RIBAO, 24 Jun 86)	89
Briefs Anhui Metals Earn Foreign Exchange	92
SPECIAL ECONOMIC ZONES	
Shenzhen Bank First in Nation for RMB Deposits (Sun Shengzhu, et al.; GONGREN RIBAO, 20 Jun 86)	93
Shenzhen's Export-Oriented Economy (Li Kehua; NANFANG JINGJI, No 6, Dec 85)	95
Shenzhen Intensifies Export Work (TA KUNG PAO, 30 Jun 86)	108
Shenzhen Establishes Expert Panel To Review Imports (Wang Yougong; RENMIN RIBAO, 4 Oct 86)	110
TRANSPORTATION	
Plan To Strengthen Railroad Network in East China Announced (Cao Zhaoqin, Pan Yanxi; RENMIN RIBAO OVERSEAS CHINESE EDITION, 16 Sep 86)	111
Briefs Yenan Linked to Rail System	113
Anhui-Jiangxi Railroad	113

Bridge Spans Huang He	113
Anhui Builds First Freeway	114
New Changchun-Jilin Highway Opened	114
Port Expansion Projects	114

CHINESE MEDIA ON FOREIGN ECONOMIC AFFAIRS

Soviet Union Announces Reform of Foreign Trade System (SHENZHEN RIBAO, 25 Sep 86)	115
--------------------------------------------------------------------------------------------	-----

/7310

9 DECEMBER 1986

CHINA REPORT
ECONOMIC AFFAIRS
ENERGY: STATUS AND DEVELOPMENT--54

CONTENTS

POWER NETWORK

Power Supply Grows But Still Trails Demand (Xu Yuanchao; CHINA DAILY, 11 Oct 86).....	1
North China Grid Beefs Up Facilities (XINHUA, 28 Jun 86).....	3
Vice Power Minister Assures Lhasa of Sufficient Electricity (Xizang Regional Service, 28 Aug 86).....	5
Briefs	
Shandong 500kV Transmission Line	6
Gezhouba-Human 500kV Line	6
Jilin Power Industry	6

HYDROPOWER

Longyangxia Begins To Impound Water (Xu Yuanchao; CHINA DAILY, 15 Oct 86).....	7
Work on Billion-Dollar Ertan To Begin in 1987 (XINHUA, 27 Aug 86).....	8
Engineers Approve Plan for Huge 2000MW Lijiaxia Project (XINHUA, 9 Oct 86).....	9
Ambitious Development Plan for Huang He Basin Reviewed (Yang Xinhe; SOUTH CHINA MORNING POST, 3 Nov 86).....	10
Small-Scale Hydropower Helps Save Yunnan's Forest Resources (XINHUA, 26 Sep 86).....	12

Analysis of Hydroelectric Project Bidding (Zuo Zhaoxi; SHUILI FADIAN [WATER POWER], No 5, 12 May 86).....	13
Problems of General Survey of Small-Scale Hydropower Resources (Li Xianbing, Xu Jianhua; SHUILI FADIAN [WATER POWER], No 5, 12 May 86).....	19
Groundwork Being Laid for Huge Jinsha Jiang Project (ZHONGGUO XINWEN SHE, 10 Nov 86).....	25
Briefs	
Another Gezhouba Unit Operational	26
1987 Will Be Record Year	26
Guangdong Small-Scale Hydropower	26

THERMAL POWER

Twenty Pit-Mouth Plants Under Construction (XINHUA, 29 Sep 86).....	27
Twenty-Five Coastal Power Plants Planned (GUANGZHOU RIBAO, 2 Oct 86).....	28
First-Phase Zouxian Power Plant Project Joins Grid (Shandong Provincial Service, 24 Oct 86).....	29
Work on 2400MW Shang'an Plant Now Under Way (XINHUA, 4 Oct 86).....	30
Plants Being Built Near Guangzhou (XINHUA, 6 Oct 86).....	31
Shanghai To Get 1200MW Plant (XINHUA, 24 Aug 86).....	32
Jiangsu Begins Work on 700MW Nantong Plant (XINHUA, 8 Oct 86).....	33
Harbin Boiler Works Turns Out Boiler for 600MW Generator (JINGJI RIBAO, 4 Oct 86).....	34
Briefs	
Work on Fuzhou Plant Begins	35
Jianbi Update	35
200MW Xingtai Generator	35
600,000-Kilowatt Steam Turbine	35
Daqing Gas Turbine	35
Qinling Plant Completed	36

COAL

National Coal Conference Urges More Exports (XINHUA, 28 Jun 86).....	37
Anhui Mines To Provide More Dressed Coal (XINHUA, 22 Sep 86).....	38
Jilin Governor Comments on Growth of Coal Industry (Gao Dezhan; DONGBEI JINGJI BAO, 6 Jun 86).....	39
Liaoning Governor Outlines Achievements, Goals of Coal Industry (Quan Shuren; DONGBEI JINGJI BAO, 6 Jun 86).....	41
Heilongjiang Governor on Developing Coal To Serve Economy (Hou Jie; DONGBEI JINGJI BAO, 6 Jun 86).....	43
Nei Monggol Chairman Reviews Coal Development (Bu He; DONGBEI JINGJI BAO, 6 Jun 86).....	45
Big New Field To Be Mined by Local Companies (XINHUA, 13 Oct 86).....	47
Briefs	
Semiannual Targets Met	49
Shanxi Output Up	49
Another Jiangxi Find	49
Slurry Plant Begins Operation	49
Marine Coal Shipments	50

OIL AND GAS

Zhongyuan To Become Large-Scale Oil, Gas Base (Jin Guolin; ZHONGGUO XINWEN SHE, 1 Nov 86).....	51
Dushanzi Becomes Major Refining Base of Northeast (Xinjiang Regional Service, 30 Sep 86).....	52
Technology Imports Help Maoming Petroleum Firm (XINHUA, 16 Oct 86).....	54
World Bank Loans Used for Oil Field Equipment (XINHUA, 31 Oct 86).....	55
First Chinese-Built Offshore Production Platform Completed (XINHUA, 20 Sep 86).....	56
First-Phase Beijing Gas Diversion Project Completed (BEIJING RIBAO, 19 Sep 86).....	57

Units Gear Up for Full-Scale Exploration of Tarim Basin (Xinjiang Regional Service, 23 Sep 86)	58
Oil Seismic Achievements in 6th FYP, Targets for 7th FYP Discussed (Lu Yousheng; SHIYOU DIQIUWULI KANTAN [OIL GEOPHYSICAL PROSPECTING], No 4, 15 Aug 86)	59
Economic Problems of Gas Fields Studied (Shi Hongxi, Wu Mengfei; TIANRANQI GONGYE [NATURAL GAS INDUSTRY], No 2, 28 Jun 86)	65
Maintaining Development of Offshore Engineering Geological Work (Liu Guangding; ZHONGGUO DIZHI [CHINA GEOLOGY], No 7, 13 Jul 86)	70
Briefs	
Ministry Reports Oil Output	73
Shengli Output Grows Steadily	73
Daily Output Increasing	74
Gudong Now Leading Shengli Producer	74
Zhongyuan Production	74
Jilin Crude Output	74
Promising Shandong Source	75
Maoming Processes Beibu Crude	75
Beibu Field Begins Production	75
Test Wells Find Oil	75
New Gas Reserves Found	76
First Semi-Submersible Certified	76
NUCLEAR POWER	
Harbin Selected as Site of 450MW Nuclear Heating Plant (HEILONGJIANG RIBAO, 26 Oct 86)	77
Daya Bay Personnel Undergo Rigorous Training (RENMIN RIBAO (OVERSEAS EDITION), 4 Sep 86)	79
SUPPLEMENTAL SOURCES	
Dachen Island: Center for Experimental Alternative Energy Studies (Li Liang, Wang Jiangjie; ZHEJIANG RIBAO, 15 Jun 86)	81
Long-Range Alternative Energy Program Being Developed (Guo Zhongshi; CHINA DAILY, 2 Oct 86)	83
Energy-Efficient Stoves Help Ease Rural Energy Shortage (XINHUA, 5 Nov 86)	85
CONSERVATION	
Rural Conservation Effort Hailed as Success (XINHUA, 29 Sep 86)	87

/12223

15 DECEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

- Tong Dalin Discusses Reform, Brain Trusts
(Kung Shuang-Yin, Chang Shao-wei; TA KUNG PAO,
20 Nov 86)..... 1
- Chen Muhua on Monetary System Reforms
(Chen Muhua; RENMIN RIBAO, 10 Nov 86)..... 4

ECONOMIC DEVELOPMENT ZONES

- Cooperative Development of Southern Fujian Delta Initiated
(Chen Binglin; FUJIAN RIBAO, 14 Sep 86)..... 12
- Ningbo Mayor Outlines Development Plans
(Geng Dianhua Interview; RENMIN RIBAO, 25 Apr 86)..... 14
- Development of Hainan Island Reviewed
(Wang Zhenhua; LIAOWANG [OUTLOOK] OVERSEAS EDITION,
No 18, 5 May 86)..... 17

ECONOMIC MANAGEMENT

- Beijing Holds First Auction of State-Owned Shops
(Lawrence MacDonald; AFP, 12 Nov 86)..... 23
- Responsibility System Revives Shanghai Shipyard
(XINHUA, 7 Nov 86)..... 26
- RENMIN RIBAO on Short-Term Behavior of Enterprises
(Zhao Linru; RENMIN RIBAO, 17 Nov 86)..... 28

Sichuan Governor Urges Fulfilling Industrial Plans (Sichuan Provincial Service, 21 Nov 86).....	30
Briefs	
Zhuzhou Plant Management System	31
FINANCE AND BANKING	
Finance System Reform Discussed (Qian Rongkun; JINGJI YU FALU [ECONOMY AND LAW], No 10, 1986).....	32
Bank Introduces 5 New Services (Fu Jikun, Xie Zhenjiang; JINGJI RIBAO, 30 Sep 86).....	39
Wuhan Opens First Fund Market; Others May Follow (Tony Ngan; HONG KONG STANDARD (BUSINESS STANDARD), 27 Oct 86).....	41
MINERAL RESOURCES	
Gold Production Exceeds Plan (Long Jin; HEILONGJIANG RIBAO, 9 Oct 86).....	43
INDUSTRY	
New Stage in Technology Transformation in Northeast (Liu Yuqin, Jiang Min; LIAOWANG [OUTLOOK] OVERSEAS EDITION, No 24, 16 Jun 86).....	44
Briefs	
Tangshan Expansion	47
Xinjiang Industry	47
Xinjiang Light Industry Enterprises	47
SMALL-SCALE ENTERPRISES	
Strengthening of Township, Town Enterprises Advocated (Lu Xueyi; JINGJI RIBAO, 18 Oct 86).....	48
CONSTRUCTION	
System for Evaluating Feasibility of Construction Projects (Ge Daxing; RENMIN RIBAO, 27 May 86).....	52
Results of Construction Industry Reforms (Zhang Zhichu, Yang Shen; LIAOWANG [OUTLOOK], No 22, 2 Jun 86).....	54

DOMESTIC TRADE

Heilongjiang, Shanghai Strengthen Economic Cooperation (Zhang Liming; HEILONGJIANG RIBAO, 7 Sep 86).....	59
Fuzhou Strengthens Economic Cooperation With Chengdu, Lanzhou (Lai Rennan, Lin Rongsheng; FUJIAN RIBAO, 7 Oct 86).....	61

FOREIGN TRADE AND INVESTMENT

Cooperation With U.S. Auto Industry Increases (Guo Zhongshi; CHINA DAILY, 17 Nov 86).....	63
Bulgarian Assessment of Sino-Japanese Trade (Petko Bocharov; OBSHTESTVO I PRAVO, No 8, 1986).....	65
Trade, Cooperation With Thailand Increase (Lu Donghua, Qi Yongqiang; RENMIN RIBAO OVERSEAS EDITION, 24 Oct 86).....	67
Law Amended To Encourage Foreign Joint Ventures (Zhao Lin; JINGJI YU FALU [ECONOMY AND LAW], Apr 86).....	68
Vice Minister Discusses Foreign Trade (Wang Pinqing; LIAOWANG OVERSEAS EDITION, No 43, 27 Oct 86).....	72
Zheng Tuobin Urges Support for Poor Areas (Yang Baogen; GUOJI SHANGBAO, 15 Sep 86).....	79
Jiangsu's Gu Xiulian Wants More Foreign Investment (XINHUA, 6 Nov 86).....	80
Jiangsu Excels in Key Metal Exports (Guo Baocai, Yao Guoguang; XINHUA RIBAO, 19 Sep 86).....	81
CITIC Plans To Become Group of Subsidiaries (Xu Yuanchao; CHINA DAILY (BUSINESS WEEKLY), 29 Oct 86)..	83
Briefs Xinjiang Clothing Exports to Soviet Union	85

SPECIAL ECONOMIC ZONES

Special Economic Zones on New Threshold (Zong Shuzhi; KAIFANG [OPEN POLICY], No 2, 8 Feb 86).....	86
Strategies for Development of Shantou SEZ Examined (Cai Qian; NANFANG JINGJI [SOUTH CHINA ECONOMY], No 3, 1986).....	92

Xiamen Formulates Plans To Create Free Port (Paul Sham; SOUTH CHINA MORNING POST (BUSINESS POST), 4 Nov 86).....	97
------------------------------------------------------------------------------------------------------------------------	----

LABOR AND WAGES

Labor System Reforms Announced (Xiao Yin; CHING-CHI TAO-PAO [ECONOMIC REPORTER], No 38-39, 1 Oct 86).....	99
-----------------------------------------------------------------------------------------------------------------	----

XINHUA Reports on Women's Progress as Producers (XINHUA, 1 Nov 86).....	103
----------------------------------------------------------------------------	-----

POPULATION

Country's Population Dependency Ratio Said Down (XINHUA, 6 Nov 86).....	105
----------------------------------------------------------------------------	-----

TRANSPORTATION

Modern Tianjin-Tanggu Harbor Highway Constructed (Wu Jiang; JINGJI RIBAO, 19 May 86).....	106
----------------------------------------------------------------------------------------------	-----

Shanghai Port Raises Cargo Handling Efficiency (XINHUA, 17 Nov 86).....	107
----------------------------------------------------------------------------	-----

Upgraded Guangzhou-Shenzhen Railroad To Be Open Soon (ZHONGGUO XINWEN SHE, 10 Nov 86).....	108
-----------------------------------------------------------------------------------------------	-----

RENMIN RIBAO Commentator Stresses Traffic Safety (RENMIN RIBAO, 1 Nov 86).....	109
-----------------------------------------------------------------------------------	-----

Briefs

New Liaoning Railway Line	111
Building of Jiang Bridge	111
Port Project Completion Request	111
Quangxi's Beihai Airport Completed	112
Nei Monggol Highway	112
Nei Monggol Highway Bridge	112
Shenyang Station Construction	112

TAIWAN

Nation Said To Face Two Major Economic Dilemmas (Xiao Luntian; LIAOWANG [OUTLOOK] OVERSEAS EDITION, No 39, 29 Sep 86).....	113
----------------------------------------------------------------------------------------------------------------------------------	-----

Briefs

Indonesian Delegation To Attend Economic Talks	117
------------------------------------------------	-----

/12223

- d -

CHINA REPORT
ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Xue Muqiao Reviews Restructuring of Economic System (Xue Muqiao; ZHONGGUO JINGJI TIZHI GAIGE, No 3, 23 Mar 86)	1
Further Reform of Commerce Urged (Zuo Mu; JINGJIXUE DONGTAI, No 5, 5 May 86)	9
Economic Laws, Reform Since 1979 Discussed (XINHUA, 26 Nov 86)	13
Transferring Technological Achievements to Production (Ye Dan, et al.; GUANGMING RIBAO, 3 Oct 86)	15
PRC To Improve Arbitration System, Procedures (Wang Gangyi; CHINA DAILY, 28 Nov 86)	19

PROVINCIAL AFFAIRS

Briefs Sichuan's Economic Development	21
------------------------------------------	----

ECONOMIC DEVELOPMENT ZONES

Discounting, Acceptance of Bills in Shanghai Area (Xia Zhenfei; WEN HUI BAO, 7 Aug 86)	22
Briefs Qingdao Expands Exports	24

ECONOMIC MANAGEMENT

Enterprises Incur Mounting Losses (Xie Zhenjiang; JINGJI RIBAO, 13 Sep 86)	25
-------------------------------------------------------------------------------------	----

Drug Prices Raised To Stimulate Production (Zhang Ping; CHINA DAILY, 28 Oct 86)	27
Major Principles for Capital Construction (XINHUA, 19 Nov 86)	29
Briefs	
Leased Stores Profitable	30
FINANCE AND BANKING	
Private Rural Banks Promote Economic Development (XINHUA, 3 Nov 86)	31
MINERAL RESOURCES	
Gansu's Baiyin Nonferrous Metal Production (XINHUA, 2, 7 Nov 86)	32
Largest Nonferrous Production Base	32
Nonferrous Metal Projects	32
INDUSTRY	
Wuhan Steel Complex Launches Massive Technological Transformation (Tian Huiming; RENMIN RIBAO, 29 Oct 86)	34
Coal Miners Diversify Into Sideline Enterprises (XINHUA, 29 Oct 86)	35
Industrial Growth Rate Becomes 'Normal' (CHINA DAILY, 19 Nov 86)	36
Briefs	
Petrochemical Industry Growth	38
DOMESTIC TRADE	
Nei Monggol Hosts National Trade Fair Conference (Nei Monggol Regional Service, 18 Nov 86)	39
Briefs	
Transregional Tax Breaks	41
FOREIGN TRADE AND INVESTMENT	
PRC Official on Encouraging Investment (XINHUA, 25 Nov 86)	42
Policy of Encouraging Foreign Investment (Yang Guangqi; RENMIN RIBAO, 16 Nov 86)	44

Dalian Announces New Preferences for Foreign Investors (Wu Xinhui; GUOJI SHANGBAO, 14 Aug 86)	47
Gu Mu on Fujian's Opening Up to Foreign Countries (Xu Yiming; LIAOWANG, No 22, 2 Jun 86)	49
PRC Official on New Foreign Investment Laws (Paul Sham; SOUTH CHINA MORNING POST, 26 Nov 86)	54
PRC Businessmen on Sino-Japanese Economic Relations (Yuan Geng; RENMIN RIBAO, 16 Nov 86)	56
Bank Director on Sino-Japanese Trade (Cui Yanxu; RENMIN RIBAO, 16 Nov 86)	59
Official Discusses Benefits for Service Trade (Olivia Sin; SOUTH CHINA MORNING POST, 25 Nov 86)	61
Industrial Technology Export Encouraged (Beijing Domestic Service, 17 Nov 86)	63
PRC To Export 10 Million Tons of Coal in 1986 (XINHUA, 25 Nov 86)	64
Briefs	
Better Investment Environment	65
Tianjin Export Achievements	65
Textile Exports	65
Technology Exports To Be Boosted	66
PRC Borrows \$3 Billion	66
Joint Ventures Receive Certificates	66
Control of Machinery Imports Urged	67
Soviets Welcome Xinjiang Products	67

SPECIAL ECONOMIC ZONES

Strengthening Credit Management in Shenzhen (An Yangdong; NONGCUN JINRONG, No 6, 16 Mar 86)	68
------------------------------------------------------------------------------------------------------	----

LABOR AND WAGES

JINGJI RIBAO Notes Technician Distribution Center (XINHUA, 11 Nov 86)	72
Taiyuan Factories Organized To Hire Disabled (XINHUA, 2 Nov 86)	73
Briefs	
Workers Under 35	74

30 DECEMBER 1986

CHINA REPORT

ECONOMIC AFFAIRS

CONTENTS

PEOPLE'S REPUBLIC OF CHINA

NATIONAL POLICY AND ISSUES

Government To Use Foreign Experience To Enact Economic Laws (ZHONGGUO TONGXUN SHE, 26 Nov 86)	1
Journal Article on Reform of Ownership System (Song Yangyan, Wang Haidong; JINGJI YANJIU, No 9, 20 Sep 86) ...	2
GONGREN RIBAO on Growth of Chinese Entrepreneurs (Song Xianjun; GONGREN RIBAO, 13 Nov 86)	13

FOREIGN TRADE, INVESTMENT

Trade Relations With Hong Kong Discussed (XINHUA, 1 Dec 86)	23
Official on Trade With Hong Kong, Foreign Exchange Balance (ZHONGGUO XINWEN SHE, 2 Dec 86)	24
Hong Kong Businessmen on Mainland Trade Links (XINHUA, 4 Nov 86)	25
Shanghai Invests in Enterprises Abroad (Gao Xiaoxiao; JIEFANG RIBAO, 21 Jul 86)	26
Shanghai Joint Ventures Produce Import Substitutes (Feng Xiao, Ji Honggeng; RENMIN RIBAO, 25 Aug 86)	28
Steel Agreement Reached With Japan (Peng Mansheng; ZHONGGUO CHENGXIANG XINXI BAO, 12 Aug 86)	30
Rules on Buying Cars From USSR, Eastern Europe (Zhang Jinghua; ZHONGGUO CHENGXIANG XINXI BAO, 22 Jul 86)	31

Vehicle Exports Given High Priority (Ma Lixin; CHINA DAILY, 29 Oct 86)	32
Plans To Establish Textile Syndicates Revealed (Liu Dizhong; CHINA DAILY, 7 Nov 86)	34
Official Addresses Pacific Rim Conference (XINHUA, 17 Nov 86)	36
Machinery Exports Up 53.9 Percent Jan-Jun 1986 (Xin Yan; ZHONGGUO JIXIE BAO, 17 Jul 86)	37
Guangzhou Joint Ventures Reported Profitable (XINHUA, 27 Nov 86)	38
Hunan Leader on Measures To Promote Foreign Trade (Hunan Provincial Service, 28 Nov 86)	40
Jiangsu Governor Urges Development Through Exports (Jiangsu Provincial Service, 22 Nov 86)	41
Shenzhen: Port Wholly Built by Foreign Capital (ZHONGGUO XINWEN SHE, 10 Nov 86)	42
Joint Ventures in Zhejiang Showing Profits (XINHUA, 23 Nov 86)	43
Briefs	
Shanghai's Labor Export Contracts	44
Shandong Exports	44
Hangzhou Exports	44

ECONOMIC ZONES

Preferential Treatment in Shanghai Economic Development Zones (WEN WEI PO, 30, 31 Jul 86)	45
Export-Oriented Economy Takes Shape in Shantou (Guangdong Provincial Service, 20 Nov 86)	50
Shenzhen Reports All-Round Economic Upsurge (XINHUA, 18 Nov 86)	51
Shenzhen Resolves Consolidation Problems (ZHONGGUO XINWEN SHE, 25 Nov 86)	52
New Foreign Exchange Offices Set Up in Xiamen, Zhuhai (Kuang Yu; WEN WEI PO, 12 Nov 86)	53
Briefs	
International Joint Ventures in Tianjin	54
Tasks in Enterprise Reform	54

DOMESTIC TRADE

Shandong Rapidly Develops Trade Fairs, Markets (DAZHONG RIBAO, 10 Nov 86)	55
------------------------------------------------------------------------------------	----

Briefs

Economic, Technological Meeting Ends	56
Shaanxi Technological Imports, Transformation	56

FINANCE, BANKING

LIAOWANG on Sino-U.S. Financial Market Symposium (Zhu Minzhi; LIAOWANG OVERSEAS EDITION, No 47, 24 Nov 86)	57
---------------------------------------------------------------------------------------------------------------------	----

Guidelines for Banks in Use of Foreign Capital (Wu Chuanying; CHING-CHI TAO-PAO, No 32, 18 Aug 86)	62
-------------------------------------------------------------------------------------------------------------	----

Climate Better for Foreign Banks in Zhenzhen (XINHUA, 19 Nov 86)	65
---------------------------------------------------------------------------	----

Fujian Opens Market for Interbank Loans (XINHUA, 1 Dec 86)	66
---------------------------------------------------------------------	----

Heilongjiang Vice Governor Speaks on Financial Work (Heilongjiang Provincial Service, 26 Nov 86)	67
-----------------------------------------------------------------------------------------------------------	----

Kwangtung Bank Plans Major Expansion (Paul Sham; SOUTH CHINA MORNING POST, 29 Nov 86)	68
------------------------------------------------------------------------------------------------	----

Shenyang State-Owned Enterprises Issue Bonds (XINHUA, 20 Nov 86)	70
---------------------------------------------------------------------------	----

Briefs

Tianjin Bank Deposits	71
Guangdong Financial Revenue	71
Kunming Monetary Market Opens	71
Guangdong's Funds Circulation Network	71
Gansu Banking System	72

SMALL-SCALE ENTERPRISES

Briefs

Hubei Township Enterprises' Output	73
Hebei Rural Enterprise Profits	73

LABOR

Call for New Trade Union Law To Be Formulated (Mao Lei; RENMIN RIBAO, 14 Nov 86)	74
-------------------------------------------------------------------------------------------	----

Qinghai: Commentary Urges Labor Safety at Township Enterprises (Qinghai Provincial Service, 17 Nov 86)	76
-----------------------------------------------------------------------------------------------------------------	----

Shanghai Reports Survey on Misuse of Talented People (ZHONGGUO XINWEN SHE, 1 Dec 86)	77
Shanghai: Industries Face Skilled Workers Shortage (XINHUA, 1 Dec 86)	79
Tianjin Meeting on Labor System Reform Ends (Tianjin City Service, 1 Dec 86)	80
Tianjin Seamen Serve on Foreign-Registered Ships (XINHUA, 29 Nov 86)	81
Briefs	
Xian Labor Market Boom	82

POPULATION

Guizhou Meeting Urges Population Control (Guizhou Provincial Service, 18 Nov 86)	83
Shaanxi Meeting Stresses Family Planning Propaganda (Shaanxi Provincial Service, 21 Nov 86)	84
Shanxi To Boost Family Planning Propaganda (Shanxi Provincial Service, 25 Nov 86)	85
Briefs	
UN Group Visits Ningxia	86

MINERAL RESOURCES

Briefs	
Xinjiang Nonferrous Metals	87
Hainan's Sapphire Reserves	87
Shandong Gold Production	87
Quangxi Silver Reserves	87

PRC MEDIA ON FOREIGN ECONOMIES

XINHUA Views 'Service Cooperatives' in USSR (XINHUA, 30 Nov 86)	88
Hungary's Current Revision of Economic Program Examined (Liu Weimin; JINJIXUE DONGTAI, No 6, 5 Jun 86)	89
Briefs	
Hungarian Economy	94
Hungarian Agricultural Bank Plans	94

/9987

END OF

FICHE

DATE FILMED

MARCH 10, 1987

